

**Iosco County Economic Development Commission
RLF Loans**

BORROWER SUMMARY INFORMATION

The requirement of the RLF loan programs is to demonstrate credit is not otherwise available and the funds are not being used to leverage additional capital.

Loans will not be used to refinance existing debt to attain more favorable terms than are available from another lender. The amount of the loan will not exceed \$33,000 per job created or retained for RLF 2 and \$50,000 per job for RLF 4.

Interest rate on an RLF loans will be 75% of Wall Street Journal prime rate with a minimum interest rate of 4%.

Amortization terms shall be as follows:

- Three (3) years on working capital loans
- Five (5) to seven (7) years on equipment loans and leasehold improvements
- Fifteen (15) to twenty (20) years on land and buildings

Proof of insurance must be provided on any furniture, fixtures, equipment or real property financed with the loan or used as collateral naming the Iosco County Economic Development Commission as an additional insured.

A loan document processing fee of \$1,000 plus filing fees will be charged at closing. This fee may be built into your loan request.

Loans will be subject to the following:

- A statement from the business certifying that it will not relocate more than one (1) job out of the county it resides in during the term of the RLF loan and that in the event of relocation outside of the county it resides in will immediately repay the RLF loan.
- Certification of compliance with all federal, state, county and municipal laws affecting the conduct of business within the county where the business resides. (Documentation of current status of income tax, sales tax, payroll tax and property tax.)
- A statement from the business that no person will be discriminated against on the basis of race, color, national origin, religion, age, handicap or sex when being considered for employment.
- Any environmental questionnaires, reviews, reports or audits conducted by the applicant, lending institutions, or their agents shall be provided.
- Funds used for any form of construction are subject to Davis-Bacon prevailing wages and documentation will be required.