

What is a Revolving Fund?

The term of the loan will not exceed ten (10) years and the loaned funds shall provide no more than 35% of the financing for any project up to a maximum of \$50,000. Additionally, financing from the Applicant's financial institution must exceed the amount requested from the Kossuth County Revolving Loan Fund.

These loans are provided at a reduced interest rate.

A Revolving Loan Fund:

- ◆ **Supports growth of community industrial parks and/or a county industrial park**
- ◆ **Entices business & industry to expand or locate in Kossuth County**
- ◆ **Provides "gap financing"**

When the loan is repaid, it replenishes the fund to support other projects.

The Revolving Loan Fund can also work with state and federal grants to help business and industry.

The Revolving Loan Fund will be administered by the KCEDC Board of Directors.

KCEDC

Founded because "success comes to those who help themselves," Kossuth County Economic Development Corporation was established in 1996 as a grassroots organization dedicated to the future of the 13 communities it serves.

This Institution is an Equal Opportunity Provider.

106 South Dodge St. Suite 210
Algona, IA 50511
Ph: (515) 295-7979
Fax: (515) 295-8873
Email: kcedc@kossuthia.com

January, 2007

Kossuth County Revolving Loan Fund



Acres of Opportunity

The Kossuth County Revolving Loan Fund was established to encourage local and new businesses to expand.

These loans are provided at a reduced interest rate. The Revolving Loan Fund supports growth of community industrial parks and entices business and industry to expand in Kossuth County.

Kossuth County is filled with “acres of opportunities” – a safe haven to raise our families; recreational facilities with spectacular scenery; a favorable business climate; three Fortune 500 companies; excellent health care & educational facilities and more.

The term of the loan shall not exceed 10 years and the loaned funds shall provide no more than 35% of the financing for any project up to a maximum of \$50,000. These loans are for new or existing businesses or industry to locate or expand in Kossuth County. When the loan is repaid, it replenishes the fund to support other projects. The Kossuth County Revolving Loan Fund will be administered by the RLF Commission and the KCEDC Board of Directors.

Objectives

- ◆ Encourage existing businesses to expand
- ◆ Foster entrepreneurship
- ◆ Attract new business & industry to our 13 communities
- ◆ Enhance the quality of life with additional tax revenue for public services
- ◆ Increase rural population and local tax base
- ◆ Capitalize on the strengths of our schools, medical facilities, service business and local infrastructure
- ◆ A non-refundable Application Fee is required upon submission of the application.

Purpose

- Aggressively encourage start-up new businesses and existing businesses to expand.
- Serve as a partner for available state & federal grants
- Great way for businesses to build a positive credit history.
- Excellent for existing expansions on needs for technology, equipment, buildings and working capital for business start-ups.

