

City of Burlington Tax Incremental District Revolving Loan Fund (TID-RLF)

This loan program was designed specifically to offer low-interest loans to businesses located within the City's Tax Increment Financing District (TID) #3. This district consists primarily of the downtown area and part of the Highway 36 commercial corridor.

This affordable financing is available to business owners or property owners to make building improvements or to establish and grow businesses within the eligible area.

Eligibility

The city seeks projects located in TID #3 that offer a benefit to the community such as: job creation, increased tax base, renovation and occupancy of vacant buildings.

Loan Participation Amount

- TID-RLF Loan Amount:
Generally up to 40% of the project costs but no more than \$100,000
- Borrower Equity Requirement:
10% of project cost
- Bank:
Generally 50% of the project cost



Mike's Quality Auto Service, Inc. benefited from this loan program using it to purchase and renovate a vacant facility to accommodate their growing business operations.

Eligible Project Costs

- Building Purchase
- Façade Improvements
- Tenant Improvements
- Equipment Purchase
- Furniture and Fixtures Purchase
- Working Capital Needs

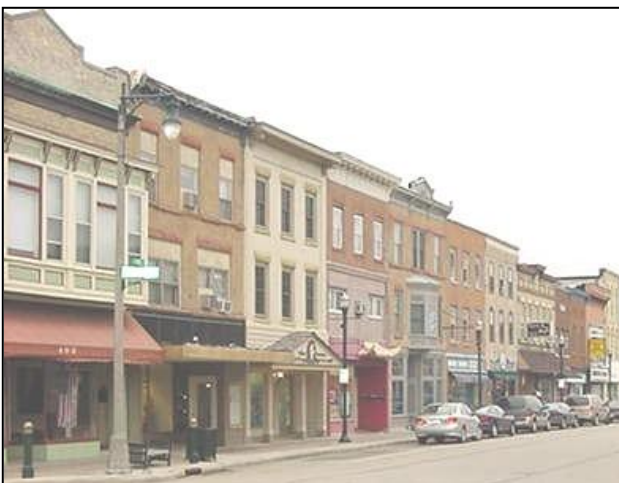
Fees:

- Estimated \$800 legal fee
- Monthly .5% servicing fee added to monthly loan payments
- 1.5% processing fee
- Out of pocket closing costs

Rate & Term

- 50% of Prime
- Up to 5 year term
- Up to 20 year amortization
- Key man life insurance may be required

Loan terms are determined by the assets being financed and typically match the term of the participating bank.



BUSINESS LENDING
PARTNERS

A Division of RCEDC, a Wisconsin Corporation

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