

Racine County

Economic Development Administration Revolving Loan Fund (EDA-RLF)

This loan program was designed specifically to target businesses within the County of Racine. This loan program offers participation loans to finance fixed asset purchases and working capital needs.

Participation cannot exceed 33% of the total eligible projects or a maximum of \$200,000; whichever is less. Debt and equity financing provides the funds for the remaining project costs.

Program Parameters

- Lesser of 50% or \$300,000.

*Note: The County seeks projects that offer a benefit to the community such as: job creation, increased tax base, occupancy and renovation of vacant buildings.



Bert Jensen & Son's used the EDA-RLF in conjunction with a SBA 504 loan to purchase equipment and a new location in Racine, Wisconsin.

Rate & Term

- Prime rate – 4% (no less than 4%)

*Note: The term of the loan depends upon the assets being financed.



Poclain Hydraulics benefitted from the EDA-RLF to finance their equipment purchase.

Eligible Project Costs

- Land acquisition
- Building acquisition and construction
- Equipment, furniture, and fixture purchases
- Working capital needs (direct labor and inventory only)

Ineligible Project Costs

- Purchasing or financing of equity in private businesses
- Subsidizing interest payments on existing loans
- Refinancing debt
- Soft costs, i.e. professional fees

Fees:

- Estimated \$1,000 legal fee
- 1.5% processing fee



BUSINESS LENDING
PARTNERS

A Division of RCEDC, a Wisconsin Corporation

For More Information Contact:
Carolyn Engel
(262) 898-7420
cengel@businesslendingpartners.org
www.businesslendingpartners.org