

SOUTH CENTRAL ALABAMA DEVELOPMENT COMMISSION

Revolving Loan Fund Program

FACT SHEET

- Provides funding to start-up and expanding businesses in Bullock, Butler, Crenshaw, Lowndes, Macon & Pike counties.
- All loans must be tied to job creation or job retention.
- Can finance 30% of total project up to \$150,000.
- All loans require at least 10% documented owner equity and collateral of at least 120% of the loan amount.
- Personal guarantees are required of all persons with 20% or more ownership in the company and their spouses.
- Terms for working capital go up to 5 years, fixed assets up to 10 years, and land/buildings may be amortized up to 20 years.
- Applicants must be creditworthy.
- Interest is generally fixed at least 2% below commercial lending.
- Applications are reviewed for funding by a nine member RLF Committee, which is comprised of representatives from each county.
- Applications must be complete before being presented to the RLF Committee.
- Applicants are responsible for all closing costs and any appraisals or other pertinent information required for loan processing.