



## GREEN RIVER AREA DEVELOPMENT DISTRICT EDA CARES ACT COVID-19 REVOLVING LOAN FUND

*The GRADD Revolving Loan Fund (RLF) was established to develop and assist in financial packages for businesses in the industrial, commercial, agricultural, service sectors, and those businesses that have been economically impacted by the COVID-19 Pandemic. It is designed to have an impact on the economic growth of the region.*

---

### PROGRAM GUIDELINES

1. Project must be located in Daviess, Hancock, Henderson, McLean, Ohio, Union or Webster Counties.
2. Project must be in the industrial, commercial, agricultural, and service sectors.
3. A direct COVID-19 impact statement will be required.
4. Lender participation may be required.
5. Loans range from \$5,000 to \$250,000. The maximum loan is \$100,000 for fixed assets and \$50,000 for working capital.
6. Maximum RLF Terms:

Working Capital	5 years
Equipment	7 years
Land & Building	15 years
7. Projects must create new jobs, retain jobs, or have a significant impact on the economic growth of a community.
8. The interest rate may be 0% for the first year and 75% of prime up to 4% for the remaining term of the loan.
9. As appropriate and practical, financing will be secured with mortgages, liens, or assignments of rights to assets of borrower. Personal guarantees are required by all owners of the business.
10. An applicant is not eligible to receive this assistance if the business has received a loan for the same purposes through the PPP or EIDL small business loan programs.
11. At least annually, all borrowers will submit company and/or personal financial statements as required by the Economic Development Corporation.
12. For construction projects, Davis Bacon prevailing wages, an environmental assessment, and Kentucky State Historic Preservation Office and Kentucky Clearinghouse reviews are required.

### LOAN PROCESS

1. Potential applicants should contact the GRADD office to discuss project eligibility and proposed financing structure.
2. Following eligibility determination, a completed application must be submitted to GRADD for staff review and preliminary approval.
3. All applications must receive approval from each of the following before final approval is given:
  - a. Green River Economic Development Corporation Loan Review Committee;
  - b. Green River Economic Development Corporation Board of Directors; and
  - c. GRADD Board of Directors.
4. A closing fee will be charged to cover actual expenses (such as legal and recording fees) incurred by GRADD to close a loan. The \$250 non-refundable application fee will be waived.

Applicants may submit questions about the application process, documentation requirements, or project eligibility to [ginaboaz@gradd.com](mailto:ginaboaz@gradd.com)