GENERAL GUIDELINES

Eligible Applicants
For profit, non-profit and, under some circumstances, local units of government who have been negatively impacted by the coronavirus pandemic are eligible to apply. Businesses can be start-up, expansions or retention. Businesses must be located in Cottonwood, Jackson, Lincoln, Lyon, Murray, Nobles, Pipestone, Redwood, or Rock County.

Other Loan Parameters
Loan Size: Up to $100,000

Origination Fee:
- 1% for non-mortgage (real estate) projects
- 1.5% for mortgage (real estate) projects

UCC & mortgage registry tax & fees covered by origination fee. Additional funds collected for legal review of applications.

Interest: 0% interest for the first 12 months. Fixed interest as low as 75% of the prime interest rate for remaining years.

3 Month Deferment Option

No primary lender needed

Personal guarantees & collateral assignment of life insurance policies on principals may also be required.

PROGRAM PURPOSE

Southwest Regional Development Commission’s COVID-19 RLF is designed to assist in alleviating sudden and severe economic dislocation caused by the pandemic, to provide permanent resources to support economic resiliency, and to further the long-term economic growth of Southwest Minnesota.

CHECKLIST FOR APPLICATION

- Completed RLF Application Form. RLF Application can be found online at: http://www.swrdc.org/economic-development/revolving-loan-funds/.
- Business Plan for new projects or business expansions.
- A Balance Sheet and Income Statement dated within 90 days of the application together with an aging of the accounts receivable and accounts payable listed.
- A projected, annualized Income Statement for the first two (2) years after the loan with description of the assumptions attached.
- Corporate and Individual Income Tax Returns for the last two (2) years.
- Key cost documents (e.g. vendor quotes, contractor estimates, purchase agreements) associated with the project.
- $150 Application Fee. When the loan closes, this fee reduces closing costs.

SUBMIT APPLICATION TO:

Robin Weis, Deputy Director
Southwest Regional Development Commission
2401 Broadway Avenue, Suite 1
Slayton, MN 56172
Phone: 507-836-1638 | Fax: 507-836-8866
Email: robin@swrdc.org