



WASECA ECONOMIC DEVELOPMENT AUTHORITY

WASECA Rural Business Enterprise Grant (RBEG) Revolving Loan Fund

The City of Waseca has established an RBEG Revolving Loan Fund to strengthen and diversify the economy of the Waseca by providing a source of gap-financing to new and expanding businesses that create jobs. Loans are made to fill the gap between the total cost of the project and the amount that is available through owner investment, bank financing, and other sources of private funding.

Terms

- Minimum 1% interest and Maximum Interest; 2% above New York Prime Rate
- 5–20-year term depending on use (capital 5 years, real estate 20 years)
- \$5,000 minimum/\$50,000 maximum loan (tied to job creation, maximum of \$10,000 per job)
- 1% origination fee
- \$100 application fee

Restrictions

- The project must be located within the City of Waseca.
- The maximum loan cannot exceed one third of the total project cost.
- The Revolving Loan Fund loan cannot exceed \$50,000.
- Jobs must be created or retained (not including the owner's positions).
- No refinancing of existing businesses can be done.
- Two dollars of private funds must be provided for each loan dollar.
- All industries and types of businesses are eligible to apply

Contact:

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