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NOTE: Blue underlined text are hyperlinks. Click for additional information.

WCEDP REVOLVING LOAN PROGRAM
TERMS AND CONDITIONS

Program Eligibility for Loan Applications:

- Project will occur in Windham County;
- Project advances the goals and objectives of the regional CEDS Plan;
- Project will create and/or retain jobs in Windham County;
- Project will result in entrepreneurial activity, a business start-up, or business expansion in Windham County, or business relocation to Windham County; and
- Project can proceed within nine months of loan closing.

Eligible Borrowers: Eligible borrowers include corporations, limited liability companies, L3C, B Corps, partnerships, sole proprietorships and non-profits located in, or doing business in, Windham County that will create new jobs in Windham County.

Eligible Use of Proceeds:

- Purchase of land and buildings;
- New construction or renovation to existing property;
- Purchase and installation of machinery and equipment, furniture and fixtures; or
- Working capital.

Loan Rates and Terms:

- Interest Rate: 2.0% fixed for the term of the loan.
- Minimum Loan Amount: $25,000
- Maximum Loan Amount: $350,000
- Percent of Project to be Financed:
  - Projects eligible under VEDA's Entrepreneurial Loan Fund definition: Up to 90% WCEDP Loan; 10% any other source(s).
  - Other Projects: Up to 60% WCEDP loan; 40% any other source(s).
- Term:
  - Real Estate Loans: 10 year term, generally amortized on a 15 year basis.
  - Machinery and Equipment Loans: maximum 7 year term generally amortized on a 7 year basis.
  - Working Capital Loans: maximum 5 year term generally amortized on a 5 year basis.
- Collateral:
  - Loans will be adequately secured by real estate, business assets, personal assets, or a combination thereof, or such other collateral as may be available.
  - VEDA will consider both tangible and intangible assets in determining and valuing collateral.
  - Loans will generally be personally/corporately guaranteed by the owners of 20% or more of the borrowing company.
  - The WCEDP loan will be subordinate to any other lending by VEDA and potentially other project lenders as well.

Fees and other costs (paid at closing)**:**

- No commitment fee.
- No application fee.
- $50 credit report fee.
- $18 flood insurance certification (if required).
- Document recording/discharge fees.
- Reimbursement for any VEDA out-of-pocket costs (appraisals, environmentals).