

# **MICRO REVOLVING LOAN FUND**

## **WHAT IS THE MICRO REVOLVING LOAN FUND?**

The micro revolving loan fund (MRLF) is designed to assist the business communities located in Alpena, Alpena, Cheboygan, Montmorency, Otsego and Presque Isle Counties, with smaller loans which have reasonable terms and may be used for a variety of purposes. The MRLF is made possible by grants received from the U.S. Department of Agriculture (USDA), Rural Development and local match funds received from Utilities, Financial Institutions, and local Organizations. As loans are repaid, those monies are reallocated to other eligible businesses – allowing the fund to “revolve.”

## **WHO IS ELIGIBLE FOR MRLF FINANCING?**

Loan eligibility includes existing small for-profit business proprietors, partnerships, and corporations as well as start-up businesses, who create or retain jobs.

## **WHAT WILL THE MRLF FINANCE?**

MRLF funds may be used for working capital, equipment, inventory, construction/remodeling, real estate or other assets. Funds cannot be used to pay-off existing debt.

## **WHAT IS THE AMOUNT, INTEREST RATE, AND TERM OF A MRLF LOAN?**

The maximum loan that can be applied for is \$30,000.00. A variable interest rate is based on job creation or retention. The term of the loan will have a maximum of ten years.

## **HOW MUCH DOES THE BORROWER NEED TO INVEST?**

The standard for an existing firm is 15%, while the standard for a start up company is 25%.

## **WHAT FEES ARE INVOLVED?**

An origination fee of \$250.00 is payable at the time of the application and is non-refundable. If the loan is made, a \$20.00 per monthly servicing fee will be collected.

## **INTERESTED IN APPLYING?**

Complete the attached application and return it with the required information to:

Target Alpena 2000, Inc.  
Micro Revolving Loan Fund  
P.O. Box 65  
Alpena, MI 49707  
Phone: (989) 354-2666  
Email: [targetalpena@chartermi.net](mailto:targetalpena@chartermi.net)