



Town of Lisbon

REVOLVING LOAN FUND

FUNDS AVAILABLE

- Lisbon's Department of Economic and Community Development has a business financing program available to support start-up and expansion projects in the Town of Lisbon.
- Applicants must be a for-profit entity. Loans will not be made to public, quasi-public and non-profit entities, except for non-profit housing corporations.
- Loans are made for real estate (land and building), machinery and equipment and working capital.

RATE AND TERMS

- Maximum RLF loan for fixed assets and working capital is \$100,000.
- Real estate loans are generally for a term of 10 years; machinery and equipment for 8 years; working capital for 3 years.
- The Lisbon RLF Committee will recommend the interest rate for each loan based on risk, collateral and other pertinent criteria.
- The Town of Lisbon reserves the right to adjust individual loan rate and terms to facilitate a successful RLF project.

GAP FINANCING

- Not a primary source of financing for a business development project.
- Loans made in conjunction with conventional bank financing, owner equity and other private sources.
- Preferred project financing structure
 - Minimum 60% bank financing
 - Minimum 10% owner equity
 - Maximum 30% Lisbon RLF financing
- Exceptions to this preferred structure may be considered on a case-by-case basis.

LOAN PROCESS

- Town of Lisbon ECD will consult with you on your project and assist you with the development of a loan application.
- Application will include necessary documentation to demonstrate credit worthiness and a business plan with operational and marketing plans and financial projections.
- The Lisbon RLF Committee will approve, deny or table applications after a basic financial analysis and an assessment of the project's compliance with RLF program goals.
- Approved applications will be re-ratified by the Lisbon Town Council and a commitment letter is issued.

FOR MORE INFORMATION

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