

## COMMUNITY DEVELOPMENT BLOCK GRANT REVOLVING LOAN FUND (RLF)

### CITY OF BURLINGTON

This program was designed specifically to assist growing businesses in the City of Burlington and primarily finances equipment purchases.

The Burlington RLF offers below market interest rates, currently variable from 0-2%.



Musicology

### PROGRAM PARAMETERS

Borrower Equity Requirement:

- Typically 10% of project cost.

Loan Amount:

- Up to 40% of the project costs based upon job creation projected by applicant.
- Borrower qualifies for \$35,000 in RLF funding for every job the company anticipates adding within two years.

### ELIGIBLE PROJECT COSTS

- Land and building purchases
- Equipment, furniture and fixture purchases
- Limited working capital and training costs

### FEES

- Estimated \$1,600 legal fee
- 1.5% processing fee
- Out-of-pocket closing costs

### RATES & TERMS

- Variable Rate: 0-2%
- 10-year term / amortization for equipment loans
- Key man life insurance may be required.

Note: The terms of the loan depends upon the items being financed.

**“ BLP staff were very responsive in putting together a financing alternative which met the needs of the client as well as the bank. ”**

Thomas A. Moore  
Senior Vice President, Johnson Bank