

2011 Small 504 Lender of the Year



About

Midwest Small Business Finance (MSBF) maintains a direct loan program made available in cooperation with the USDA, which is the Rural Revolving Loan Fund (RRLF). Repayments from loans are returned to the fund to be loaned out again. The focus of this program is to assist existing eligible small businesses in Andrew, Atchison, Buchanan, Caldwell, Carroll, Clay, Daviess, DeKalb, Gentry, Grundy, Harrison, Holt, Linn, Livingston, Mercer, Nodaway, Platte, Ray and Worth counties in Missouri. The target excludes towns with a population of 25,000 or more.

Loan Size

Loan amounts range from \$10,000 up to \$75,000.

Use of Proceeds

Proceeds from RLF Loans may be used for purchasing land, buildings, equipment, furniture, fixtures, leasehold improvements, inventory and working capital.

Terms, Interest Rates and Fees

Low market rates are fixed for the term of the loan. A low down payment of 10% is available on eligible project costs. Long-term financing up to ten years is available. Fees and closing costs can be added to the loan.

Collateral

Generally, the project assets being financed are used as collateral. Personal guarantees of the principal owners are also required.

Eligible Business

To be eligible, the business must be operated for profit and located in a rural area. Startups will be considered on a case-by-case basis. Eligible businesses include manufacturing, processing or assembling of products; service-business operations and retail. Creation of qualified jobs is required (1 job for each \$15,000 of loan). Business must meet the Small and Emerging business guidelines of less than 50 employees and have less than \$1.0 million in projected annual gross revenue.

To start the process, an applicant should first contact Midwest Small Business Finance's staff to determine eligibility, availability of funds and the current rate. Borrower is required to complete a loan application.

For further information on the Rural Revolving Loan Program, call 816-468-4989 or email Julie DeOrnellis at julied@simplymoreloans.com