



For either of these projects, a local government must have passed a Local Economic Development Act including an economic development plan and the project must create new jobs and enhance the local tax base

COMMUNITY DEVELOPMENT REVOLVING LOAN FUND

- **Loan of up to \$250,000.00 to assist in creating new jobs and prosperity**
- **May be used for infrastructure improvements, acquisition of real property, construction, rehabilitation, public facilities, and other real property investment**
- **The local government either makes an acquisition or improvements and the loan is repaid via a lease agreement with a business. After the loan is repaid, ownership of the property or equipment may be transferred to the business**
- **Terms of the agreement are negotiable, but not to exceed 10 years**
- **Interest rate is set at half the treasury bond equivalent rate**
- **Private property may not benefit directly from this program and the local government must pledge gross receipts tax to repay the loan**

ECONOMIC DEVELOPMENT CAPITAL OUTLAY FUND

- **Depending upon Legislative action each year, grants may be available for infrastructure improvements, acquisition of real property, construction, rehabilitation, public facilities, and other real property investment**
- **The local government must receive an Economic Development Incentive Request from a business and in turn receive a positive recommendation from their Economic Development Committee**
- **The local government's governing body must approve the project by ordinance, set up a separate fund to receive the money and be the fiscal agent until completion**
- **A public participation agreement must also be signed by the local government and the business delineating terms including number of jobs to be created and economic impact the business will generate**

**Judy Stubbs
Community Development Representative**