

BARREN RIVER



BARREN RIVER AREA DEVELOPMENT DISTRICT COVID-19 BUSINESS RELIEF WORKING CAPITAL LOAN PROGRAM

The BRADD Revolving Loan Fund (RLF) COVID-19 Business Relief Working Capital Loan Program was established to assist businesses in the industrial, commercial, agricultural, and service sector that have been economically impacted by the COVID-19 Pandemic. It is designed to have an impact on restoring the economic growth of the region.

PROGRAM GUIDELINES

1. Projects must be located in Allen, Barren Butler, Edmonson, Hart, Logan, Metcalfe, Monroe, Simpson, or Warren County.
2. Project must be in the industrial, commercial, agricultural, or service sectors.
3. Loans will be used for meeting short term working capital needs such as payroll, rent, utilities, supplies, inventory management, and/or payments to suppliers.
4. Loans will range from \$5,000 to \$25,000.
5. Maximum Terms: Up to 36 months with six (6) month deferral from date of loan closure.
6. The floor interest rate charged on all loans will be the lesser of either 75 percent of the prime rate as published in the Money Rates section of the Wall Street Journal, or four percent.

Effective: April 2020 – 2.44%; fixed

LOAN PROCESS

1. Potential applicants should contact the BRADD office to discuss project eligibility.
2. Following eligibility determination, an application must be submitted to BRADD for staff review and preliminary approval.
3. All applications must receive approval from the following before final approval is given:
 - a. Barren River Area Development District Revolving Loan Fund Committee.
4. Priority points will be given to projects that:
 - a. Have not previously received other federal assistance as it relates to COVID-19
 - b. Is located in a rural area of the BRADD, as defined by populations of less than 50,000.
5. No closing fees will be charged.