

## CAMERON COUNTY MICRO LOAN FUND

Loan Limit: \$25,000.00

Terms: 10 years - Land and Buildings  
5 years - Machinery and Equipment  
3 years - Working Capital (limited to new inventory and new personnel costs)

Rate: 1 1/2%

Fees: There are no fees associated with the Micro Loan Program.

### Matching

Requirement: Applications for which the Micro Loan is to be the sole source of funding must include a letter of denial from a private lender. Applications without a denial letter cannot be reviewed. Borrowers may submit an application without a denial letter if they have secured a commitment from a private lender equal to 50% of total project costs.

Eligible Uses: Building acquisition and associated land, building construction, renovations, machinery and equipment, and working capital.

### Eligible

Applicants: For-profit commercial and industrial businesses located in Cameron County with 5 employees or less.

Collateral: Loans are to be secured by lien positions on collateral at the highest level of priority which can accommodate the borrower's ability to raise sufficient debt and equity capital.

Fundability: The owners of the business must be of Low-Moderate Income (LMI) Status at the time of submitting the application. Personal income information in the form of the most recent years tax return, a current paystub, or an income survey form must be provided with the application.

### Application

Requirements: (1) Professionally prepared financial statements.  
(2) Projects to be funded by a Micro Loan only must include a letter of denial from a private lender.  
(3) Sufficient cash flow to service debt.  
(4) Business must be located in Cameron County.  
(5) New business startups must submit a business plan with the application

## **CAMERON COUNTY MICRO LOAN FUND**

Loan Review: Loans are reviewed by the Cameron County IDA Board of Directors immediately following regularly scheduled IDA meetings. Applications must be submitted 15 days prior to the next scheduled meeting to allow for preliminary review and presentation preparation. The Cameron County IDA meets the third Thursday of each month at 8:00 am.

### **Additional**

Note: The Cameron County IDA serves only as a review and recommendation Board. Recommended loans must be approved by the Cameron County Commissioners.

If you have any questions, please call (814) 486-3439.