



Tioga County Micro Loan Program

Tioga County Development Corporation

Objectives & General Information

The *Tioga County Development Corporation* is administering a Micro Loan Program for Tioga County, the *Tioga County Micro Loan Program*. The *TCMLP* a low interest loan program designed to financially assist for-profit small businesses who are participating in small projects in Tioga County, Pennsylvania. The purpose is to create a positive, business-friendly economic climate to stimulate growth which will improve the overall economy of Tioga County.

Eligibility Guidelines

For-profit businesses must be located within or doing business in the County of Tioga. A business is defined as a sole proprietary, partnership, cooperative or corporation engaged in a profitable business.

Funds borrowed from the *Tioga County Development Corporation Tioga County Micro Loan Program* may be used for any business expenses related to the expansion or improvement of the applicant, to include purchase and/or installation of machinery or equipment, land assembly and acquisition, real estate development including redevelopment or rehabilitation, facility modernization and inventory.

Interest Rates & Terms of Loans

A non refundable Application Fee of \$100.00 is required to process a loan.

The *Tioga County Development Corporation* has set the dollar amount of loans awarded, based on applicant need, number of jobs created or retained, and the funds available in the Micro Loan Fund Portfolio.

The *Tioga County Micro Loan Program* exists to provide businesses with an opportunity for small projects. The *TCMLP* guideline shall limit loan dollars availability to the total project costs no greater than \$25,000.00 based on available *TCMLP* fund portfolio proceeds.

The *Tioga County Loan Committee* and the *Tioga County Development Corporation* will determine the interest rate for each loan origination based on $\frac{1}{2}$ of the current prime interest rate with a floor of 3%. The loan rate will be a fixed rate at loan commitment.

The term of the loan shall be determined by the *Tioga County Loan Committee* and the *Tioga County Development Corporation*, taking into consideration the purpose of the loan, the life expectancy of the assets financed, and the ability of the borrower to service the debt from cash flow or asset conversion.

The business receiving the loan assistance will be financially responsible for all loan costs associated with the completion of the loan transaction. Incurred costs will be deducted from the proceeds of the loan at the time of closing. Closing costs may include, but are not limited to, credit verification fees, UCC-1 filing fees, attorneys fees, legal fees, appraisal fees, and costs associated with codes enforcement inspections. An estimate of these costs will be provided to the applicant before loan commitment.

For loan application and additional information contact:

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