



SEDA-COG Business Finance Department

Your Lending Partner

Sources of Financing

- SEDA-COG Revolving Loan Funds
- DCED PIDA Loan Program
- SBA 504 Loan Program

SEDA-COG Revolving Loan Funds

- The revolving loan funds from SEDA-COG are available primarily for manufacturers and professional service-related businesses. Some funds are available for general service-related businesses. Eligible uses of the funds include real estate acquisition, equipment purchases, and in some cases, construction and/or renovation costs. Working capital availability is very limited and is typically tied to the availability of fixed assets to secure the loan. Loan amounts range from \$25,000 to \$200,000, with a maximum participation of 40% of the total financing need.

DCED PIDA Loan Program

- The PIDA loan program is available to manufacturers, general service-related businesses, tourism-related businesses, and retail businesses. Eligible uses of the loan include real estate acquisition, construction, renovations, and equipment. Working capital availability is limited and is typically tied to the availability of fixed assets to secure the loan. Loan amounts range from \$25,000 to \$400,000, with a maximum participation of 40% of the total financing need.

SBA 504 Loan Program

- The SBA 504 loan program is available to manufacturers, general service-related businesses, tourism-related businesses, and retail businesses. Eligible uses of the loan include real estate acquisition, construction, renovations, and equipment. If equipment is the sole need, the equipment must have a useful life of at least 10 years. Loan amounts range from \$50,000 to \$5,000,000, with a maximum participation of 40% of the total financing need (35% for start-ups).

General Information

- General minimum project size (total financing need) is \$75,000.
- Personal guaranties required of 20% or more owners of the business.
- Loans have a fixed rate for the life of the loan (currently 4%-4.5%).
- Typical financing involves traditional bank financing along with SEDA-COG financing.
- Most loan programs require job creation tied to loan amount (full-time jobs).

For More Information...

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