



Kenai Peninsula Economic Development District, Inc.

14896 Kenai Spur Highway
Suite 103-A
Kenai, Alaska 99611
(907)283-3335
Kpedd.org

Kenai Peninsula Economic Development District EDA Revolving Loan Fund Program Summary

Purpose:	In cooperation with the Economic Development Administration (EDA), KPEDD is administering funds to lend to borrowers to improve disaster recovery, disaster resiliency, sustainability, and economic resiliency on the Kenai Peninsula Borough. This loan program is not designed to compete with other lenders, but to compliment and create a bridge where gaps in funding may exist. The revolving loan fund would be used for short-term bridge loans or immediate assistance while businesses await funding from insurance, other sources of revenue or make repairs to quickly re-open doors.
Minimum/Maximum Loan Amounts:	Range from \$2,500 to \$60,000 for a single borrower, with a maximum loan size not to exceed 25% of the RLF Capital Base.
Use of Funds	Allowable lending activities for the KPEDD RLF support economic development purposes including working capital, inventory, machinery, equipment, construction, installation, and renovation of commercial and industrial development that intends to increase permanent jobs in the region.
Loan Term	Standard repayment term are between 24 – 60 months, with a maximum of up to 7 years term; fully amortized



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Origination Fee	Standard loan fees will include: a. \$20 UCC Filing Fee Subsidization of interest payments on an existing RFL loan b. Title work fees when applicable c. Mortgage filing fees when applicable d. Escrow account fees determined by First National Bank Alaska e. Attorney closing fees when applicable f. Other fees when applicable
Credit History	A full credit history will be required in addition to a Personal Financial Statement
Streamline Application: To ensure applications are processed in the most efficient manner possible, please be sure to complete each of the application steps.	<ol style="list-style-type: none">1) Loan Application; including credit authorization, job retention report, and debt schedule.2) Business Narrative; including management overview and plan to re-start post interruption.3) Copies of last three years Federal Business Tax Returns. If 2020 returns have not been filed, 12/31/2020 interim financial statements may be accepted.4) Interim Financial Statements within 90 days of application; including accounts receivable and payable agings.5) Personal Financial Statement from all 20% or more owners6) Copy of Driver's License or acceptable government issued identification.
Collateral:	Dependent on available collateral, strength of credit request, and size of loan. At a minimum a UCC-1 filing will be secured covering machinery, equipment, accounts receivable and inventory.
Job Creation and Retention	Due to the disaster, all existing jobs will be counted as retained.



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Conditions:	<ol style="list-style-type: none">1) Loan Payment by ACH will be required2) All 51% or more owners of an LLC or Corporation will personally guarantee the loan. If the loan is made for the benefit of an LLC or Corporation, the LLC will also be required to guarantee the loan.3) Acceptable personal and business credit histories will be required.4) Additional conditions may apply.
Contact:	Applicants can contact KPEDD at www.kpedd.org , or by calling (907) 283-3335.

KPEDD RLF Standard Loan Application Requirements

All loan applications will be submitted to the KPEDD Executive Director and/or his or her designee. Staff will evaluate each application for completion of each application component and forward the application to the KPEDD Microloan Committee for consideration. The KPEDD Microloan Committee will provide an analysis and final recommendation to the KPEDD Executive Committee for approval of loan fund disbursement. The KPEDD RLF Application requirements include:

- a. Loan application
- b. Business Plan
- c. Sources and uses of funds
- d. Two years of business federal tax returns/financial statements for existing businesses
- e. Two years of personal federal tax returns for all principals
- f. Current balance sheets for existing businesses
- g. Current profit and loss statement for existing businesses
- h. Financial projections



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- i. Personal financial statement and resume for all principals.
- j. Current credit report
- k. Organizational documents (Articles of Incorporation, Partnership Agreement, etc.)
- l. Business license
- m. Resolution approving application and designation (if applicable)

Additional data is required as applicable to the project, including but not limited to: lease agreement, purchase agreement, site plan, estimates, existing debt terms and schedules, and appraisal.