



Through the creation of a Revolving Loan Fund (RLF), Nishnabotna Valley REC is seeking to improve the quality of life in rural areas by contributing to the long-term improvement in the economy. The RLF is a funding source with a goal of providing low interest loans to assist with local economic and community development projects.

Our priorities include job creation and retention, diversification of the local economy, improving the skills of the rural workforce, and upgrading the public infrastructure to improve the health, safety, and/or medical care of rural residents. This fund is administered by the NVREC Board of Directors.



Committed to the future of rural communities.

More Information

For more information, loan applications, or to check availability of funds, contact:

Janell Leinen
Nishnabotna Valley Rural Electric Cooperative
PO Box 714
Harlan, IA 51537
712-755-2166

This institution is an equal opportunity provider and employer.



Program Summary

USDA Revolving Loan Fund

Nishnabotna Valley
Rural Electric Cooperative
1317 Chatburn Ave
PO Box 714
Harlan, IA 51537

712-755-2166
www.nvrec.com

USDA Program Recipient

Nondiscrimination Statement:

In accordance with Federal Law and US Department of Agriculture policy, Nishnabotna Valley REC is prohibited from discriminating on the basis of race, color, national origin, age, disability, and where applicable, sex, marital status, familial status, parental status, religion, sexual orientation, genetic information, political beliefs, reprisal, or because all or part of an individual's income is derived from any public assistance program. (Not all prohibited bases apply to all programs.)

To file a complaint of discrimination write to USDA, Director, Office of Civil Rights, 1400 Independence Avenue, SW, Washington, DC 20250-9410 or call 800-795-3272 (voice) or (202) 720-6382 (TDD). USDA is an equal opportunity lender, provider and employer.

Nishnabotna Valley Rural Electric Cooperative (NVREC) has played an active role in the development of rural Iowa for many years. Through its board and staff, NVREC has provided not only leadership but also financial participation in the economic development and business expansion of rural Iowa.

Eligible Applicants include organizations involved in a community or economic development project that creates or saves jobs and/or provides needed community facilities that benefit rural areas.

Eligible applicants include :

- * New or Expanding Private Businesses
- * Local Governments
- * Non-profit Community Development Organizations



Eligible Uses of Funds

- Land Purchases
- Buildings
- Manufacturing machinery and equipment
- Fixed Assets
- Infrastructure
- Residential Housing Projects (limits apply)

Ineligible Uses of Funds

- Refinancing of existing debt
- Pre-development costs



Interest Rates will vary from 0% to Prime Rate depending on the financial need of the project and its benefits to the rural area.

Administration Fee

The RLF may charge an annual administration fee equal to 1% of the outstanding balance of the loan.

Loan Amounts and Supplemental Requirements

Minimum Loan \$ 5,000

Maximum Loan \$ 150,000

RLF projects must include a minimum of 50% funding from other sources. Greater leveraging of outside resources will enhance the approvability of an RLF loan request.

Loan Terms & Security

- The RLF requires adequate collateral for the loan request.
- Preferred security is an irrevocable letter of credit. Other acceptable collateral includes a first lien on real estate and/or machinery & equipment.
- The maximum loan term is 10 years.
- Generally, the length of the loan will be based on project need, expected life of the security and the applicant's ability to repay. The terms will not exceed the expected life of the assets being used as collateral.

Fund Availability

RLF loan applications are accepted at the NVREC offices when the RLF has an available balance of at least \$25,000.