



TEXAS PANHANDLE
REGIONAL DEVELOPMENT
CORPORATION

COMMUNITY DEVELOPMENT MICRO-LOAN PROGRAM

*Micro Enterprise
Financing for Expanding or
Start-Up Businesses*

CITY OF AMARILLO COMMUNITY DEVELOPMENT MICRO-LOAN PROGRAM

Texas Panhandle Regional Development Corporation (TPRDC) is a nonprofit corporation that contributes to the economic development of the Texas Panhandle. The City of Amarillo Community Development Micro-Loan Program is designed to provide small businesses with increased access to capital in the City of Amarillo. This program creates job opportunities and provides a means for businesses to grow.

The City of Amarillo Community Development Micro-Loan Program will target low to moderate income individuals in the City of Amarillo.

Goals of the Program include –

- Micro-Enterprise Development
- Access to Capital for Low-to-Moderate Income Individuals
- Minority-Owned and Woman-Owned Business Development and Expansion;
- Job Creation

The minimum loan amount for the City of Amarillo Community Development Micro-Loan program is \$2,000 and the maximum is \$35,000. As a "Risk Financing Program", equity requirements can vary between 5% to 15%, based on the merits of the project.

USE OF PROCEEDS

Activities to be financed may include, but are not limited to:

- Business and industrial acquisitions, construction, etc.;
- Purchase & development of land, buildings, etc.;
- Purchase of equipment & business supplies;
- Purchase of machinery or business vehicles;
- Remodeling / Improvements;
- Start-up costs, working capital, or gap financing.

TERMS, INTEREST RATES, & FEES

The interest rates charged will depend on the borrower's credit history, ability to repay, character, collateral, etc. The minimum and maximum rates are 2 points below Wall Street Journal Prime and 2 points above Wall Street Journal Prime at the time of the loan closing. The length of the loan will coincide directly with the use of proceeds of the loan. A loan origination fee of 3.0% may be charged to defer costs associated with packaging a loan application.

COLLATERAL

The City of Amarillo Community Development Micro-Loan Program requires collateral to secure the note. Collateral will be derived from the borrower's personal guaranty, available personal assets, and business assets.

CONTACT INFORMATION

For additional information about the program or to start the loan application process, please contact TPRDC staff at (806) 331-6172 or visit www.tprdc.com.