



**PANHANDLE
REGIONAL
PLANNING
COMMISSION**

AMARILLO MSA MICRO-LOAN PROGRAM

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***Small Business
Financing for Expanding
or Start-Up Businesses***

Panhandle Regional Planning Commission (PRPC) is a voluntary association of local governments that contributes to the economic development of the Texas Panhandle. The Amarillo MSA Micro-Loan Program is designed to provide small businesses with increased access to capital in both Potter and Randall Counties. This program creates job opportunities and provides a means for businesses to grow.

The Amarillo MSA Micro-Loan Program will primarily target, but will not be limited to, low to moderate income individuals in the Potter and Randall County area.

Goals of the Program include –

- Minority-owned and Woman-owned business development and expansion;
- Development and/or expansion of borrower companies; i.e. number of employees as well as sales;
- The generation of future tax revenues;
- Linkages with the area's existing business economy.

The minimum loan amount for the Amarillo MSA Micro-Loan program is \$2,000 and the maximum is \$40,000. 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 Amarillo MSA Micro-Loan Program will require 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 PRPC staff at (806) 372-3381 or visit www.theprpc.org.