



## Minnesota Investment Fund

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### **Small Cities Economic Development Grant from the Minnesota Department of Employment and Economic Development (DEED) (www.dted.state.mn.us)**

<b>Loan Amount</b>	Up to \$500,000, 50% of the project needs to be private financing. The grant is provided to the local government unit which then loans the money to the business
<b>Use of Funds</b>	Cannot be used for working capital, retail businesses and industrial park development
<b>Term of Loan</b>	Real estate maximum of 20 years; machinery and equipment a maximum of 10 years
<b>Rate of Interest</b>	Negotiated
<b>% of Financing Available</b>	50% of project, most projects selected have at least 70% private financing
<b>Down Payment (Equity)</b>	Variable
<b>Typical Structure</b>	Variable
<b>How Long Does it Take</b>	Minimum of 2-3 weeks
<b>Collateral</b>	Negotiated
<b>Personal Guarantees</b>	Yes
<b>Eligible Projects</b>	Loans for land, buildings, equipment and training . Funds may also be used for infrastructure improvements necessary to support businesses located or intending to locate in Minnesota.
<b>Ineligible Projects</b>	Working capital, retail business, and industrial park development.
<b>Job Creation Criteria</b>	Projects must meet minimum criteria for number of jobs created or retained and wage thresholds
<b>Incentives</b>	“Gap” financing
<b>Contact Regional Representative</b>	Cass County – Kari Howe, 218-755-4478 Todd or Wadena County – Helen Conde, 651-297-2872 Morrison or Crow Wing County – Diane Knutson, 651-296-6076