

REVOLVING LOAN FUND (SALES TAX) POLICY

The City of Pittsburg operates an Economic Development Revolving Loan Fund (Sales Tax) funded by fifty percent of the revenues received from a local one-half cent sales tax.

The Fund provides a source of funds to be used as loan guarantees for implementing credit-worthy industrial and non-competing retail, commercial and service business projects which create and/or retain jobs.

In addition, these funds may be combined with loans from the Small Business Administration, Farmers Home Administration, Community Development Block Grant Program, etc. in order to obtain financing for qualified projects.

An application for these funds will be evaluated by the Advisory Committee and a recommendation to approve or deny said application will be presented to the City Commission for final disposition of the request.

The requirements for submitting an application for these funds are:

1. Project located within the City limits and its environs.
2. Formal application completed and submitted to the City's Economic Development Director through a local financial institution, accompanied by a:
 - a. business plan.
 - b. letter from the primary lender(s) stating the amount of conventional financing available for the project.
 - c. personal and company financial statements.
3. Applicant's agreement to having the primary lender(s) review selected operating statistics and employment figures, as required, with the Advisory Committee if the project is implemented.

The Director of Economic Development will help the applicants obtain assistance from local, state and federal sources such as the Small Business Development Center at Pittsburg State University, Mid-America, Inc. Certified Development Company and City Departments as needed to implement the project.