The following example illustrates how the loan could potentially be structured for downtown property owners.

**Example:**
Business A is purchasing a building in downtown Greeneville for $100,000. The business is also making $80,000 worth of renovations to the building. The project cost would be $180,000. A down payment of $36,000 (20% of $180,000) and closing costs of $4,000 total $40,000. The financing could be as follows:

- A financial opportunity for small business owners, property owners or investors to purchase or renovate a downtown property or to purchase fixed equipment for the direct purpose of business creation, expansion or renovation.
- A low-interest loan of up to $25,000 to be applied toward the down payment and/or closing costs for any existing or new business within the Downtown Greeneville Redevelopment District.
- A loan for renovation costs above the bank loan.
- A micro loan up to $25,000 to cover renovation of buildings and financing for equipment loans. The borrower must keep a business account at one of the 3 participating banks.

**Terms:**
- Buildings: Up to 15 years
- Equipment: Up to 5 years

### How Does the Program Work?

The Northeast Tennessee Economic Development Corporation (NETEDC) will assist you with the application process by providing an application and information packet.

Once a completed application is provided by the borrower, the loan committee reviews loans for approval. If approved, borrower pays a 2 point loan processing fee at closing.

**Participating Bank:**
$144,000
(80%) for 15 years at prime plus 1.5%

**Downtown Loan Program:**
$20,000 for 10 years at 4%

**Business A:**
$20,000
$184,000

**USES:**
Building Purchase
Building Renovation
Purchase of Equipment

Contact local banks listed on back or call NETEDC Ken Rea or Ryan Chupa 423-928-0224 www.netedc.org

West Depot St.

A.D. Tannery