

CITY OF EAU CLAIRE

PRELIMINARY APPLICATION FOR ASSISTANCE ECONOMIC DEVELOPMENT FUND

1. Business Name: _____
Address: _____
State of Incorporation: _____
Contact Person: _____ Phone No.: _____
Title of Contact Person: _____

2. Type of Business: _____
Product of Services: _____
SIC Code: _____

3. Location of Project Site:

4. Nature of Project or Activity for Which Assistance is Requested (*attach additional sheets if necessary*):

5. Specific Improvements to be Made (*attach additional sheets if necessary*):

6. Estimated Project Commencement Date: _____
Estimated Completion Date: _____

7. Anticipated Market Value of Completed Project: \$_____

8. Estimated Total Project Costs:

<u>Purpose</u>	<u>Cost</u>
Land	_____
Buildings	_____
Equipment	_____
Other (specify)	_____
_____	_____
_____	_____
Total Project Cost:	\$_____

9. Intended Use of Economic Development Fund Dollars for this Project or Activity:

10. Amount of Funds Requested from EDF: \$_____

11. Anticipated Sources of Total Financing Besides EDF:

<u>Source (list)</u>	<u>Amount (list)</u>
_____	_____
_____	_____
_____	_____
_____	_____
_____	_____

12. Estimated Number of Permanent Jobs Created or Retained as a Result of the Project or Activity:

No. of New Jobs Created: _____

No. of Existing Jobs Retained: _____

13. Anticipated Spin-off Development in the Local Economy as a Result of the Project or Activity:

14. Reason(s) Why Assistance from the Economic Development Fund is Necessary:

15. How will this Project have a Positive Impact on the Economy of the City?

Signature (individual, general partner, trade name or corporation)

Title

Date

ECONOMIC DEVELOPMENT FUND

Description

The City of Eau Claire has established an Economic Development Fund (EDF) as a flexible source of local funding for commercial and industrial projects which create jobs in the City. The City utilizes this fund to participate with a lending institution in loans at lower than market interest rates, and provide “gap” financing for projects which would not be able to proceed without EDF assistance.

Eligibility Requirements

Area:

Any location within the City of Eau Claire.

Eligible Improvements:

Land and building acquisition, renovation, rehabilitation and re-use of existing buildings for commercial and industrial purposes, new construction, purchase of equipment, and redevelopment projects.

Amounts

A practical limit of \$250,000 in EDF funds is advised.

Formula

Like Urban Development Action grants, the EDF is designed as gap financing, which seeks to leverage private investment. Criteria include: a ratio of approximately five private dollars to each EDF dollar, preferably one new job created for each \$10,000 of EDF funds, and a return of ten cents annually in new tax revenue for each EDF dollar. The interest rate on EDF funds will be zero percent for the first 2 1/2 years and 60 percent of the prime rate for the remainder of the loan period.

