



## **CITY OF KILGORE REVOLVING LOAN FUND PLAN**

The City of Kilgore Revolving Loan Fund (RLF) is a public sector financing tool to stimulate development of housing within the City Limits. The fund provides capital for private development projects, which may not be possible without such assistance. The City created the program to assist in the development of new housing in the City of Kilgore.

The RLF assists with costs associated with infrastructure (city water, city sewer, road, curb and gutter, storm drains) that will be dedicated to the City of Kilgore for public use and maintenance once completed.

### **Eligible Projects**

1. The Revolving Loan Fund provides assistance in the area of residential development. Residential development consists of both single-family and multi-family residential. Any project consisting of new city infrastructure is eligible. City infrastructure includes new water and sewer, storm drains, curb and gutter, streets and sidewalks.

### **Fund Availability**

1. The loan limit will be 80% of the infrastructure cost that will be dedicated to the City of Kilgore once completed, subject to availability of funds. Interest rates on the loan will be determined on a case-by-case basis but will be no higher than the Wall Street Prime rate.
2. All applications will be reviewed by an RLF Review Board consisting of five members, with final approval from the Kilgore City Council. The Board will take into consideration the project impact for the City of Kilgore, project readiness, cost estimates, credit worthiness, and total private investment.

### **Statement of Conditions:**

1. No applicable state laws, rules, regulations, or applicable local ordinances shall be violated in carrying out the project and expending RLF loan proceeds.
2. The recipients' accounting records of the RLF loan funds shall be maintained in a manner consistent with generally-accepted government accounting standards.
3. The recipient is required to submit quarterly reports to the City of Kilgore updating the progress of the project. The report shall consist of at minimum a balance sheet, profit and loss statement, and accounts payable aging summary.
4. Loan payments shall be due to the City of Kilgore in accordance with the terms and provisions of the loan agreement. Payments must be sent to:

City of Kilgore  
Attention: Finance Director  
815 N Kilgore Street  
Kilgore, Texas 75662