

Barron Electric's Economic Development Programs

Low or No Interest Loans

Barron Electric Cooperative members are eligible to apply for two different financing options that can be used for profit or not-for-profit businesses, new, expansion or start-up businesses, infrastructure, machinery, and equipment.

Below-Market Financing

Barron Electric provides a below-market interest rate loan for up to 50% of an eligible project.

0 % Financing

The Cooperative is the liaison with the United States Department of Agriculture for a zero-percent loan through the Rural Economic Development Loan and Grant (REDL&G) Program.

REDL&G is a flexible financing resource that channels federal loans through rural electric cooperatives to economic development and job creation projects. Since the approval of the first applications in 1989, approximately \$390 million in REDL&G funding has been awarded to assist in rural projects.

Successful Criteria

The project will be assessed according to several criteria, such as:

- ✓ Quality of business plan
- ✓ Energy consumption
- ✓ Supplemental funds
- ✓ Nature of a project
- ✓ Economic impact
- ✓ Probability of success
- ✓ Job ownership and management
- ✓ Creation of quality jobs

Plan for Success

Please include the following in the comprehensive business plan:

- ✓ Executive summary
- ✓ Business description
- ✓ Organizational structure
- ✓ Jobs created
- ✓ Feasibility and marketing studies
- ✓ Operating plan
- ✓ Equipment requirements
- ✓ Financial information
- ✓ Sources and uses of funds
- ✓ Assumptions for projected financial statement

Timetable

Submit all required materials to Barron Electric no later than fifteen business days prior to the board meeting. Barron Electric's Board of Directors typically meets the last Wednesday of the month. Required materials Include:
A comprehensive business plan, past 3 years of audited financial statements, 3 years of pro forma financial statements and environmental assessments. The approval process is estimated to take six to nine months for the zero-percent REDL&G loan and thirty to ninety days for the below-market financing.

Board Presentation

Members will be asked to present their projects to the Board of Directors for approval.

Mission Statement

Barron Electric Cooperative is a member-owned business that provides energy, products, and services to improve the quality of life in the area we serve.

Contact

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Barron Electric is committed to improving the quality of life in the areas served

