

August 8, 2021



City of Fort Bragg

2022 Community Development Block Grant Application

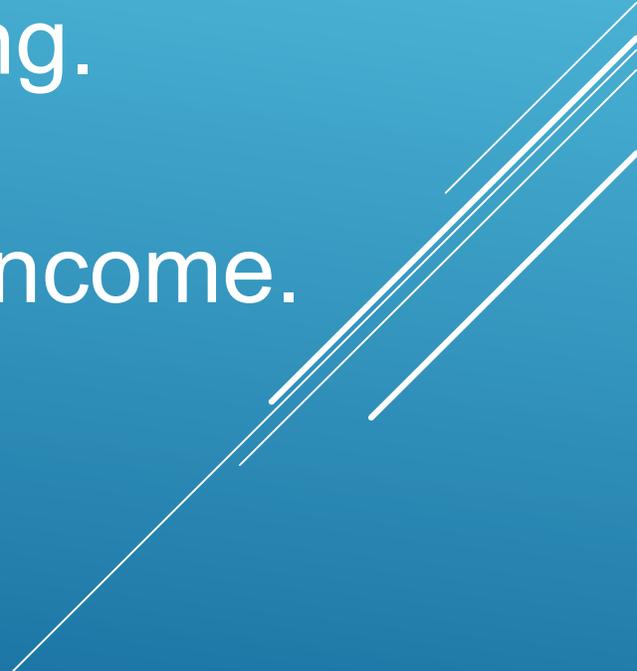
**BUSINESS
ASSISTANCE**



OVERVIEW

CDBG funds are intended
to improve economic opportunities,
meet community revitalization needs,
and provide decent, affordable housing.

Particularly, for persons of low to moderate income.

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CURRENT OPEN AWARDS

The City of Fort Bragg has ten (10) open awards:

- Parents & Friends Residential Care Facility for the Elderly
- Water Meter Replacement Project
- Fire Station Rehabilitation
- Municipal Ocean Water Intake & Discharge Infrastructure
- Code Enforcement Program
- Business Assistance Loan Program
- Microenterprise Financial Assistance Program
- COVID-19 Utility Assistance Program (Round 1)
- COVID-19 Utility Assistance Program (Round 2)
- COVID-19 Business Assistance Program (Round 2)

2022 APPLICATION

Available Funds
Up to \$1.5 million

Deadline:
August 19, 2022

Eligible Activities:
Business Assistance Loan
Program

Threshold Requirement:
Over 50% expenditure of like
Activity

Category	Activity	Amount	Description
Economic Development Programs (Competitive)	Business Assistance Loan Program	Up to \$750,000	Direct loans to for-profit businesses, activity delivery, and general administration staff time.

2022 APPLICATION

➤ Business Assistance Loan Program Proposed Budget:

- The program would be funded entirely with CDBG 2022 funding.

Funding Category	Amount
Activity (Direct Loans to Businesses)	\$585,000
Activity Delivery (15%)	\$112,500
General Administration (7%)	\$52,500
Total	\$750,000

BUSINESS ASSISTANCE LOAN PROGRAM

- Businesses may be loaned up to \$300,000, with interest rates starting at 1%.
- No loan fees.
- For every \$35,000 loaned, one full-time job must be created or retained, and 51% of those jobs are filled by members of the low- to moderate-income group.
- Funds may be used for:
 - Equipment
 - Working Capital
 - Debt Consolidation
 - Real Property
 - Inventory
 - Construction

NEXT STEPS

- **Conduct Public Hearing**
 - **Adopt Resolution Approving Application**
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