



**Louisiana Public Facilities Authority**  
Rural Development Zero Interest Loan Program



# Louisiana Public Facilities Authority

## Rural Development Zero Interest Loan Program



The LPFA's Rural Development Zero Interest Loan Program provides local governments with interim financing for capital and infrastructure projects until permanent financing is received from the U.S. Department of Agriculture's (USDA) Rural Development Program. A local government participating in the program selects the bank it wants to do business with and uses an interim loan from LPFA to lower its overall interest cost. The LPFA provides up to 20% of the total borrowed at zero percent interest.

### Program Guidelines

---

<b>Authorization:</b>	Louisiana Public Facilities Authority Board of Trustees
<b>Source of Funds:</b>	Louisiana Public Facilities Authority
<b>Use of Proceeds:</b>	Purchase of capital facilities and equipment (No Refunding)

### Eligibility Requirements

---

<b>Eligibility:</b>	Any Louisiana local government entity
<b>Maximum Total Borrowing</b>	20% of total USDA Loan; no limits imposed
<b>Maximum LPFA Program Portion:</b>	20% of total USDA Loan
<b>Repayment Terms:</b>	Maximum of 2 years; Paid out with proceeds of permanent financing from USDA
<b>LPFA Program Borrowing Limit</b> for each local governmental entity:	No limits imposed

### Financing Request Process:

---

- Only requests for participation made by the local governmental entity on its official letterhead will be considered valid.
- Requests must be for a specifically identified financing by the local governmental entity
- Valid requests will be logged in as received
- Projects will be funded in order of the date the request is received.
- Projects will be funded as monies are available.
- Funds will be made available on a first come, first served basis.
- At the time funds become available, the local governmental entity that is first in line for funds will be contacted and the funds will be offered to that local governmental entity for the specifically identified financing. If the local governmental entity is no longer in need of funds from the Program for the specifically identified financing, this will not be on the log and the funds will be offered to the local governmental entity that is next in line for Program funds.

For more information about LPFA programs, please visit our website at [www.lpfa.com](http://www.lpfa.com) or contact Martin Walke, VP for Economic Development at (225) 923-0020 or (800) 228-4755.