



Louisiana Public Facilities Authority
Zero Interest Local Government Bond Bank Program



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The LPFA's zero interest Local Government Bond Bank Program was created to assist local governmental entities in lowering the cost of financing capital expenditures. Local government officials work with local banks to obtain the most favorable loan rates, and then come to the LPFA, which provides 15% of the total borrowing at no interest.

Program Guidelines

Authorization:	Louisiana Public Facilities Authority Board of Trustees
Source of Funds:	Louisiana Public Facilities Authority
Use of Proceeds:	Purchase of capital facilities and equipment (No Refunding)
Purpose:	To reduce overall borrowing costs of local government entities
Security:	Excess Revenue Certificates of Indebtedness
Eligibility:	Any Louisiana local governmental entity

Eligibility Requirements

Maximum Total Borrowing (Bank Portion plus LPFA Program Portion):	\$500,000
Maximum LPFA Program Portion:	15% of Total Borrowing
Interest Rate (LPFA Program Portion):	0%-2% with emphasis on 0%
Repayment Term:	Maximum of 5 years; No more than \$15,000 payable per year
LPFA Program Borrowing Limit for each local governmental entity:	Total loans outstanding including the new request cannot exceed \$250,000

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 or contact Martin Walke, VP for Economic Development at (225) 923-0020 or (800) 228-4755.