



Committed to the future of rural communities.

Minnesota — Rural Housing Service

Capital Markets

Loan Guarantee Helps Riverwood Healthcare Center Expand

Outline Of Need:

The Riverwood Healthcare Center in Aitkin, Minn. needed to expand in order to increase efficiency and provide the best possible healthcare services in the region.

How Rural Development Helped:

Rural Development awarded a \$12 million direct loan and guaranteed a \$4 million loan through AgStar Rural Capital Network, which is part of the Farm Credit System.

The Results:

Healthcare services in Aitkin, Minn. and the surrounding region are about to get a whole lot better. Riverwood Healthcare Center recently broke ground on a \$21 million project that will improve how it delivers healthcare in the region.

The 50,000 square-foot expansion will make all rooms private, add chemotherapy and other medication therapy spaces, add space for medical records

Fast Facts

Program: Community Facilities

Investment: \$12 million direct loan; \$4 million loan guarantee

Partners: AgStar Rural Capital Network

Congressional District: MN-08

Demographics

Aitkin, Minn. and surrounding region

Impact:

- Make all rooms private
- Increase chemotherapy and other needed services
- Provide quality jobs in the healthcare field
- Consolidate all administrative functions to one location



Breaking ground on a 50,000 square foot expansion for Riverwood Healthcare Center in Aitkin, Minn.

and human resources, and increase efficiency by moving all administrative employees to a central location.

The project was originally expected to be completed in multiple phases over 10-15 years. Rural Development financing totaling \$16 million through direct and guaranteed loans means that the entire project will be completed by December of 2013.

Agstar Rural Capital Network is the lender on the guaranteed portion of the loan. Rural Development and Agstar have a strong history of partnering to finance essential rural healthcare facilities.

The project is expected to create about 130 local jobs during the construction phase. Riverwood employs about 350 people. The expansion is expected to add about 18 new full-time positions.