

COVID19

Small Business Loan/Grant Assistance Program (SBAP)

Available to: Small businesses (sole proprietorship, corporations, limited liability corporations and sub-chapter S corporations) located in Fall River that have been in business for more than a minimum of two years.

Amount: Up to three months of operational fixed costs not to exceed \$10,000 of CDBG/RDA funding for working capital. (No construction projects or purchasing of equipment)

Terms: A loan at 0% interest rate. No payments made during the first year. If job assisted still exists after 1 year, the loan is forgiven.

Requirements:

- Small business must still be operational at the time of loan closing.
- Small business must provide sufficient information documenting that the jobs would have been lost without this Loan/Grant Assistance Program.
- At least 51% of the jobs retained are held by an LMI person. Income restrictions apply.
- Asset Quality test must show that small business must not have more than \$15,000 of available cash at the time of application less accounts payable. If small business is a sole proprietorship then the Asset Quality test must show that the owner does not have more than \$25,000 of available cash at the time of application less accounts payable.
- Underwriting is required.
- All asset lien on business.
- Personal guarantee required of all owners.
- Minimum credit score of 600.
- Ineligible businesses: Companies involved in real estate investment, marketing, adult entertainment or firearms. Companies with past due tax liabilities or tax liens or currently in bankruptcy (Corporate or Personal) are not eligible.
- Income Requirements for Jobs Retained or Created - See Attachment