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- No Grants
- SBA Direct lending limited to disaster funding only
- 504 loans-fixed assets only (new: refinancing allowed w/expansion projects)
- 7a loans-utilized for most all business needs, Lender loan with SBA guarantee
- “7-a umbrella”:
 - Express lending
 - SBA Express (SX)
 - Community Express (CX)
 - CRA\Hubzone
 - Patriot Express (PX)
 - Small Rural Lender Advantage (RLA)
 - Export financing: SBA Export Express and Export Working Capital
 - New: America’s Recovery Capital (ARC) loan program

- Eligibility limited to:
 - Businesses located in HubZone or CRA designated areas
 - Loans of \$25,000 or less, regardless of where located
 - Maximum loan size of \$250,000 and regular 75/85% guarantee still applies
 - Standard 7-a SBA interest rates now apply

- Lender uses own forms and credit underwriting policies-must demonstrate eligibility to SBA
- LOC eligible
- Collateral policy
 - SBA does not require up to \$25,000
 - Lenders use own policy up to \$150,000 and SBA policy up to \$250,000
- Turnaround time-36 hrs.
- Loans can be submitted through E-Tran

- HubZone info/documentation at:
<http://map.sba.gov//hubzone/init.asp>
- CRA info/documentation at:
<http://www.ffiec.gov/Geocode/default.aspx>
- Lenders must document eligibility in loan file (form 1919)
- Technical assistance required, but may use SBA's on-line facilities or other SBA resources

- 7(a) loan guaranty fee elimination.
- For 7(a) loan approved by SBA on or after February 17, 2009, SBA will temporarily eliminate upfront guaranty fees for all eligible loans.
- On-going lender fee unchanged.

SBA 504 loan program provides second lien financing for capital purchases or improvements with funding providing by debenture sales in the government securities market.

504 Development Company Program Fee Eliminations

Temporary elimination of two program fees:

- First mortgage lender fee (currently 1/2% of 1st mortgage amount)
- CDC application/processing fee (currently 1.5% of debenture amount)
- Current rate is about 5.5% fixed for 20 years.

- An ARC loan is a deferred-payment loan up to \$35,000
- ARC loans will be used to make up to six months of principal and interest payments on qualifying loans for existing viable for-profit businesses
- Disbursement period up (up to 6 months) is followed by 12 months of no repayment of the ARC loan principal, followed by a repayment of 5 years. SBA pays monthly interest to the Lender.