

***Information shared by the Indiana County Chamber of Commerce (Jan 15th)

Indiana County CARES Act Revolving Loan Fund Program (RLF)

LENDING CRITERIA

Loan Amount and Matching Investment

100% financing equal to six months working capital needs, up to \$50,000 per borrower, as determined using the formula: Twelve months of working capital expenses, divided by twelve, and then multiplied by six. This amount shall be the amount of the borrower's loan request. The loan amount will be verified using the financial statements, and/or federal tax returns of the business.

Eligible Costs

Working capital, such as for payroll, fringe benefits, utilities, and rent.

Interest Rates and Terms

The interest rate will be 0.0% fixed for the life of the loan.

Loans will not be charged any principal or interest payment for the first twelve months; then, principal payments will be due monthly for the remaining 36 months for a total term of 48 months.

Jobs

Borrowers shall commit to retaining existing jobs.

Loan Closing Fees

\$250 loan closing fee, \$500 attorney fee and the costs of filing fees.

Collateral

The loan shall be secured by a blanket UCC-1 security interest on all business assets in the highest lien position available.

Guarantees

The loan shall be guaranteed by any individual or entity with a 20% or greater ownership interest in the eligible business.

Debt Service Requirement

The overall debt service coverage ratio needs to be at least 1:1 or greater.

* If you received other COVID-19 funds, these funds can not be used for the same expenses.

Revolving Loan Fund (RLF) Application