

SBA EXPRESS LOANS

WHO IS ELIGIBLE (AND WHO IS NOT)

📌 **SMALL BUSINESSES** that meet SBA size standards

SPECIFIC INELIGIBILITY

- nonprofit organizations
- casinos
- government-owned corporations
- consumer and marketing cooperatives
- firms involved in lending activities
- real estate investment companies (businesses that acquire real estate to occupy it are eligible)
- firms involved in speculative investments.

ADDITIONAL ELIGIBILITY:

Businesses must have been in existence for at least two years.

Businesses must be able to show a need for financing and the ability to repay (no previous delinquencies on government loans) and must show that the funds will be used for a legitimate business purpose.

Lenders are not required to take collateral for loans of \$25,000 or less, but may require collateral for loans above \$25,000.

What kind of financial assistance is provided?

Express loans will be offered through LOCAL BANKS

The assistance is provided through a subsidized loan through an authorized lender—provided at the discretion of the lender under the supervision of the SBA.

Loans must be approved or denied within 36 hours: Under the SBA Express Program, the SBA responds to a lender's request for approval of a loan within 36 hours.

GUARANTEE FEE APPLIES: Most borrowers have to pay a guarantee fee.

VETERAN OWNED BUSINESSES can receive a waiver of guarantee fees

How much is it for?

MAXIMUMEXPRESS LOAN AMOUNT is Capped at \$1million

Borrowers can receive up to \$1million per loan, with a max interest rate of 11.5% for loans of \$50,000 or less, and 9.5% for loans above \$50,000.

REVOLVING LINE OF CREDIT available: Loans can be given in the form of revolving lines of credit, with a max term of seven years.

Loan terms are on a case-by-case basis: The term of the loan is determined on a case-by-case basis, based upon each borrower's ability to repay, but with a **MAXTERM of 25 years**.

How can I apply?

Borrowers can apply for a loan from an existing authorized SBA lender.

To find an authorized lender near you, **contact your nearest SBA District Office**.