



SMALL BUSINESS DISASTER RELIEF LOAN GUARANTEE PROGRAM

1

WHO QUALIFIES? ARE YOU ELIGIBLE?

Small Businesses located in California with 1-750 employees that have been negatively impacted or experienced disruption by COVID-19 and eligible nonprofits can use the disaster relief loan guarantee program.

2

FIRST STEP -- APPLY FOR A LOAN

CONTACT A PARTICIPATING LENDER in your area (a list of participating lenders will be available on the IBank website soon) and apply for a loan. You also can receive help in the application from one of seven IBank partner Financial Development Corporations (FDCs) listed on the IBank Small Business Finance Center website. They can help connect you to a participating lender as well as apply for the loan guarantee.

3

HOW DOES A LOAN GUARANTEE WORK?

A loan guarantee mitigates the risk assumed by a traditional lending institution. A bank is more willing to provide access to capital if there is a guarantee in place that would repay up to 95% of the loan should there be a default.

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WHAT CAN LOAN PROCEEDS BE USED FOR?

Loan proceeds to be used for continuance of business including, but not limited to rent, payroll and more.

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WHAT ARE THE LOAN TERMS?

The loan can be guaranteed up to 7 years and covers up to 95% of the loan. The interest rates are negotiated between the lender and the borrower. Qualifications are based on lender criteria.

VISIT WWW.IBANK.CA.GOV FOR MORE INFORMATION OR TO FIND THE FINANCIAL DEVELOPMENT CORPORATION (FDC) NEAREST THE BUSINESS. IBANK PARTNER FDCS ARE AVAILABLE TO PROCESS THE GUARANTEE ON A LOAN PROVIDED BY YOUR LENDER!