

# Coastal Communities Loan Fund



## COVID-19 Emergency Loan Program

---

Are you a small business experiencing severe disruptions from Coronavirus/COVID-19? The COVID-19 Emergency Loan Program is intended to provide financial relief with accessible, low-interest, deferred loans.

- **Loans up to \$25,000 for working capital**
- **Streamlined application and approval process**
- **Low interest rates, 6 months of interest-only payments**

### Eligible businesses must be:

- Located in Clallam, Jefferson, Grays Harbor, Pacific or Wahkiakum County (*Businesses outside the 5 coastal counties are still eligible under NDC's statewide loan fund*)
- Operating business, not a passive real estate entity
- In business for a minimum of one year, and able to provide a 2019 Federal Tax Return
- Viable, demonstrating profitability before disruptions from COVID-19 and have a plan to recover post-disruption
- Current on federal income taxes

## Loan Details

### Size and Terms:

*Loan Size:* up to \$25,000

*Interest Rate:* 2.44% (variable; 75% of WSJ Prime)

*Term:* 7 years

*Repayment Schedule:* Loans will be interest-only for 6 months. Interest-only period may be extended based on demonstrated need. Loans may be prepaid, in part or whole, at any time without penalty.

*Fees:* No application fee; closing costs of up to \$500 will be amortized in the loan.

### Uses of Funds:

Loan proceeds may be used for working capital (including but not limited to payroll, rent, insurance, utilities, etc.).

### Collateral:

1. A UCC lien on business assets for loans over \$10,000
2. All owners owning 20% or more of the business will be required to execute a personal guarantee

**For more information or to apply, contact:**

Melissa LaFayette

[mlafayette@ndconline.org](mailto:mlafayette@ndconline.org)

Seeking a loan greater than \$25,000? Please contact NDC to ask about our other loan programs, including SBA 7a for loans up to \$750,000.

<http://www.ndconline.org>