

Southland EDC & the U.S. Economic Development Administration's Revolving Loan Fund Program

Southland EDC is a non-profit Certified Development Company chartered to assist the small business community of California since 1980. Southland EDC is pleased to announce a partnership with the Economic Development Administration (EDA) to help businesses located in San Luis Obispo and Tulare County adversely affected by the COVID-19 pandemic through a revolving loan fund program. Details of the loan program are as follows:

Eligibility

- Applicant business must be in San Luis Obispo County or Tulare County.
- At least 51% of ownership of the business must be a U.S. Citizen and/or U.S. Legal Permanent Resident.
- Applicant must not have any delinquent debt to the Federal Government.
- The purpose of these loans will be to help those in business prior to the start of the pandemic that suffered a financial hardship as a result of being requirement to close...

Loan Size/Fees

- \$10,000.00 to \$50,000.00
- No application fee will be charged.

Eligible Use of Loan Proceeds for Business Purposes

- Real Estate
- Equipment
- Working Capital
- Refinance of existing debt provided the savings will be put back into the business.

Interest Rates

- A maximum of Prime (currently 3.25%) fixed for the life of the loan.

Loan Maturities

- Working Capital 3-7 years
- Equipment 7-10 years
- Real Estate 10 years

Down Payment Requirements

- Up to 100% financing is available dependent on the scope of the project, need and creditworthiness of the applicant, and available funds to lend.

Collateral Requirements

- Deed of Trust and/or UCC (if available)
- Corporate Guarantee of Business and personal guarantee of the business owners.

Additional Repayment Conditions

- Automatic 90-day payment deferment from the date of funding, with interest accruing from the date of funding, unless declined by the applicant
- After payment deferment period, monthly payments in equal installments for the remainder of the loan.

For more information please contact Lisa Hollingshead, Loan Officer, Southland EDC at lhollingshead@southlandedc.com or at (559) 688-6666.

