

FUNDING FOR NEW AND EXISTING BUSINESSES

GLENWOOD IOWA **AREA CHAMBER OF COMMERCE**



STATE AND REGIONAL LOANS

Iowa Capital Investment Corporation:

<https://www.investiowa.com/icic/web.nsf/pages/index.html>:

The vision of the Iowa Capital Investment Corporation (ICIC) is to build Iowa's entrepreneurial ecosystem through an evergreen, self-sustaining fund of funds and partner venture funds.

Iowa Foundation for Microenterprise and Community Vitality

<https://www.iowamicroloan.org/>

Financing for start-up, expansion and refinancing of Microbusinesses in Iowa. Financing of loans of \$5,000 up to \$50,000 for a six year term

Co-financing with a local lender or loan pool up to \$150,000. Credit approval within 10 working days of receiving a complete credit application and business plan.

Technical Assistance grants up to \$250/client/year

Local team building assistance to help you succeed

The ability to improve your credit score through IowaMicroloan reporting

Nebraska Enterprise Fund:

Kristine Plunkett, kristinep@nebbiz.org, 402-685-5500 X 208, 402-578-2039

Financing options are provided for Equipment, Inventory, Working Capital, and Building Acquisition.

Direct Loans

NEF directly lends businesses \$1,000 to \$150,000 when other funding is unavailable.

Gap Financing

NEF works with a bank or financial institution to provide gap financing when funding is available but insufficient to meet business needs

from \$5000-\$150,000.

Invoice Financing

In collaboration with the REACH Initiative, NEF provides short-term invoice financing to small and emerging contractors from \$500-\$25,000.

Grow Iowa Foundation

GROW IOWA FOUNDATION provides capital for small business, industrial, manufacturing or affordable housing projects within southwest Iowa.

FINANCING

Up to 50% of the project can be financed through Grow Iowa (max. loan \$250,000). Remaining project costs are most often financed through a commercial lending institution.

Applicants must provide a portion of the project cost as equity through personal resources or grant funds.

Loan terms up to 10 years, depending on project and collateral; Interest rate - variable, adjusted annually.

Phone 641.343.7977

www.growiowa.org

info@growiowa.org

712-527-3298 | WWW.GLENWOODIA.COM
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SMALL BUSINESS LOANS

Standard 7(a) | Find A Lender

Max Loan Amount: \$5 Million

Max % Guaranteed by SBA: 85% for loans up to \$150,000 and 75% for loans greater than \$150,000

Interest Rate: Lenders and borrowers can negotiate the interest rate, but it may not exceed the SBA maximum

Eligibility: By the SBA. Qualified lenders may be granted delegated authority (PLP) to make eligibility determinations without SBA review

Forms: SBA Form 1919 and SBA Form 1920 are required for every loan (other SBA Forms may be required)

Collateral: Lenders are not required to take collateral for loans up to \$25,000. For loans in excess of \$350,000, the SBA requires that the lender collateralize the loan to the maximum extent possible up to the loan amount. If business fixed assets do not "fully secure" the loan the lender may include trading assets (using 10% of current book value for the calculation), and must take available equity in the personal real estate (residential and investment) of the principals as collateral.

7(a) Small Loan | Find A Lender

Max Loan Amount: \$350,000

Max % Guaranteed by SBA: 85% for loans up to \$150,000 and 75% for loans greater than \$150,000

Interest Rate: Lenders and borrowers can negotiate the interest rate, but it may not exceed the SBA maximum

Eligibility: By the SBA. Qualified lenders may be granted delegated authority (PLP) to make eligibility determinations without SBA review

Forms: SBA Form 1919 and SBA Form 1920 are required for every loan (other SBA Forms may be required)

Collateral: Lenders are not required to take collateral for loans up to \$25,000. For loans over \$25,000, up to and including \$350,000, the lender must follow the collateral policies and procedures that it has established and implemented for its similarly-sized non-SBA-guaranteed commercial loans, but at a minimum the lender must take a first lien on assets financed with loan proceeds and lender must take a lien on all of the applicant's fixed assets including real estate. Lender is not required to take a lien against an applicant's real estate when the equity is less than 25% of the fair market value. The lender may limit the lien taken against real estate to the loan amount.

Veterans Advantage

Veteran-owned businesses are one of the fastest-growing and significant segments of the U.S. economy. SBA loans made to veteran-owned small businesses come with reduced fees.

To be eligible to receive fee relief through the Veterans Advantage program, a small business must be at least 51 percent owned and controlled by someone in one of the following groups:

Honorably discharged veterans, Active Duty Military service member eligible for the military's Transition Assistance Program (TAP) Service-disabled veterans, Reservists and/or active National Guard members, Current spouse of any veteran, active duty service member, Reservist, National Guard member, or the widowed spouse of a service member who died while in service or as a result of a service-connected disability

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