

New Community Development Corporation Loan Program

Loan Criteria	Micro Loan	Direct Loan	Gap/Bridge
Maximum Loan Amount	\$3-10,000	\$11-20,000	\$21-25,000
Requirements	<ul style="list-style-type: none"> • New business located in N. and S. Omaha (less than 2 years) • Graduate of small business class • Current business plan • Meet credit requirements (established by NCDC) • In good standing with current creditors • No bankruptcy in last 3 years • 2 years personal tax statements • Personal financial statements • Owner injects 10% of the cost of total project • Mandatory auto-deduction enrollment • First 6 months of profit/loss statements; quarterly compilations thereafter • Use of funds statements • Collateral (assets to secure loan) • Letter of denial from bank • Social Security Number 	<ul style="list-style-type: none"> • Existing business (2+ years) • Current business plan • Meet credit requirements (established by NCDC) • In good standing with current creditors • No bankruptcy in last 3 years • 2 years business tax statements • 2 Years personal tax statements • Owner injects 10% of the cost of total project • Mandatory auto-deduction enrollment • First 6 months of profit/loss statements; quarterly compilations thereafter • Use of funds statements • Collateral (assets to secure loan) • Letter of denial from bank • Social Security Number 	<ul style="list-style-type: none"> • Applicant has received approval from primary lender • First 6 months of profit/loss statements; quarterly compilations thereafter • Use of funds statements • Mandatory auto-deduction enrollment
Restrictions on Loan Proceeds	Term Loan for Equipment Line of Credit Preferred	Term Loan for Equipment Line of Credit Preferred	Line of Credit Preferred
Allowable Interest Rates	6-9%	6-9%	6-9%
Allowable Fees	\$50.00	\$50.00	\$50.00
Maximum Maturity	Up to \$5000; 3 Years \$5-10,000; 4.5 Years *No penalty for early pay-off	7 Years *No penalty for early pay-off	10 Years *No penalty for early pay-off
Credit Decision	Minimum of 4 approvals from the loan review committee	Minimum of 4 approvals from the loan review committee	Minimum of 4 approvals from the loan review committee
Debt Ratio Guideline	Not to exceed 50% debt-to-income ratio	A minimum debt service coverage ratio of 1:1	Defer to bank partner