

Small Business Emergency Assistance Loan Program

WHAT IS THE PROGRAM?

The NJEDA Small Business Emergency Assistance Loan Program is a \$10 million program that will provide working capital loans of up to **\$100,000** to small and mid-size businesses in New Jersey.

WHAT ARE THE LOAN TERMS?

Up to **10 years** for businesses with \$5 million or less in revenue. Interest rate is **0%** for the first 5 years and is capped at 3% for years 6 through 10.

WHEN DO APPLICATIONS START?

Monday, **April 13, 2020** at 9:00AM.

- Basic company information:
 - Contact details
 - Legal name and DBA
 - Federal EIN
 - FTEs, PTEs & 1099s as of 12/31/19
 - Prior year's annual revenue
 - Formation documents
 - 2-3 sentence description about the company
- Identify owners and respective percentage of ownership
- Personal financial statement(s) and 3 years of filed personal tax returns and personal financial statement for those with >10% ownership
- Up to 3 years of most recent corporate federal tax returns
- Profit & Loss and Balance Sheet (if 2019 return is not yet filed)
- Existing corporate debt details

Learn more
and apply at:

<https://covid19.nj.gov>

ELIGIBILITY:

- \$5M or less in annual revenue
- In business for at least 1 year
- Physical commercial location in NJ (not home-based)
- Registered to do business in NJ
- Minimum credit score of 600 for at least one guarantor
- Minimum global Debt Service Coverage Ratio (DSCR) of 1.0 to 1 based upon prior year financial statements
- Current on state filings and in good standing with NJ DOL

DOCUMENT CHECKLIST:

- Use of loan proceeds (amount, time-frame, supporting documentation)
 - Payroll, rent/mortgage, taxes, utilities, etc.
 - Sources that will cover the gap if loan doesn't cover all expenses
- Identify potential collateral
- Affirmation that you have been impacted by COVID-19
- Affirmation that you will make effort not to lay off additional employees and will re-hire any whom you already laid off

Upon approval, will need to provide business insurance coverage, ACH details, and government-issued photo ID.