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NYBDC starts disaster loan program

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The NYBDC Local Development Corp., an arm of the New York Business Development Corp. , has started a disaster loan program to provide 'quick liquidity' to businesses suffering storm or flood damage resulting from Tropical Storm Irene.

Working capital loans in amounts ranging from \$5,000 to \$25,000 will be available on an expedited application basis and favorable terms to qualifying businesses that qualify for the program. The loans will be interest free for 60 days, and then interest only for four months, with the balance payable with interest over thirty six months. There are no application fees.

Applicants must have been in business for two years and satisfy other credit criteria.

For more information and to download an application and related documents, visit www.nybdc.com. Questions regarding the Disaster Loan Program should be addressed to disasterloans@nybdc.com.

NYBDC is an Albany-based lending consortium made up of banks from across the state. Partners in the disaster loan program include Empire State Development, New York State Small Business Development Center, and Empire State Certified Development Corporation.

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New York Business Development Corporation
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Disaster Loan Program

Loan Program Highlights

CURRENT INTEREST RATES	>
WESTERN NEW YORK	
Capital District / Southern Tier	>
Central / Northern	>
Hudson Valley	>
New York City / Long Island	>
Western New York	>

Loan Amount:	\$5,000 to \$25,000
Interest Rate:	0% for first 60 days then 9.5% fixed
Repayment:	No payments for first 60 days -- interest only for next 4 months -- then principal and interest payments for 36 months
Collateral:	Subordinate lien on business assets (excludes titled vehicles and real estate)
Guarantees:	All owners of 20% or greater will provide an unlimited personal guarantee
Application Fee:	\$0
Closing Costs:	No legal fee -- closing costs will be to actual costs for credit reports, filing fees and other "out of pocket" costs
Credit Criteria:	<p>The business is required to have been operating for a minimum of two (2) years.</p> <p><u>Personal Credit Report with Scores</u> -- review and approval of the personal credit report with an average score for all personal guarantors of at least 675.</p> <p><u>Personal Debt to Income Ratios</u> -- "Back End" ratio of 50%. This "debt to income" ratio is determined by dividing gross income by monthly debt service requirements.</p> <p><u>Business Credit Reports</u> -- review and approval of a business credit report with no liens or judgment on business credit reports and/or lien searches.</p> <p><u>Business Cash Flow Debt Coverage Ratio</u> -- Historic debt service ratio of 1.0 to 1.0 for the most recent fiscal year end. In the event the most recent year end is</p>

less than 1.0 to 1.0 then a 3 year average of 1.2 to 1.0 will be required.

Download Application Information:

- Disaster Loan Application
- Personal Financial Statement form 413
- Personal History Statement form 912
- IRS Tax Transcript Request form 4506

Program Partners:



New York State Small Business Development Centers
"Education - Entrepreneurship - Economic Development"



New York State - Empire State Development
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NYBDC Local Development Corp.

Disaster Loan Application



NYBDC Local Development Corporation

Created in 2009, NYBDC Local Development Corporation (the "Company") is a New York Not- For- Profit Corporation.

The mission of the Company is promote jobs creation, opportunities to access capital and economic prosperity within the State of New York by providing innovative loans to small businesses and to assist minority-owned and women-owned businesses by offering credit opportunities not otherwise available to them.

Program Highlights

- Term loans for small borrowers needs
- Use business credit not personal loans
- Fixed interest rates less than consumer credit card rates

Use of Loan Funds:

- Working capital
- Purchase or improve owner-occupied real estate
- Leasehold improvements
- Machinery and equipment
- Debt refinancing
- Business acquisitions

Program Partners:



Empire State Development

New York State Small Business Development Centers
"Education – Entrepreneurship - Economic Development"

New York State – Empire State Development
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Albany Office

50 Beaver Street, 6th Floor, Albany, NY 12207 (518) 463-2268

Buffalo Office

300 International Drive, Suite 126, Williamsville, NY 14221 (716) 626-3423

Long Island Office

534 Broadhollow Road, Suite 430, Melville, NY 11747 (516) 845-2700

New York City Office

5 Hanover Square, Suite 1003, New York, NY 10004 (212) 785-5642

Syracuse Office

The Tech Garden, 235 Harrison Street, Syracuse, NY 13202 (315) 453-8195

Rochester Office

70 Linden Oaks, 3rd Floor, Rochester, NY 14625 (585) 662-4150

Watertown Office

215 Washington Street, Suite 102, Watertown, NY 13601 (315) 755-2700

Loan Application Checklist



The Loan Application Checklist is a tool to guide you through the information we will need to properly review and process your loan request. It is important to provide us with as much of the requested information as possible. Please include with your application any brochures or other descriptive material that may explain your business. We understand that if you are a new business much of this information is not available. In any event, we are available to answer any questions you may have about the application, required items and our loan approval process.

- Name of borrower
- Name of related companies
- List of owners for each company with 20% or more ownership
- Detail of loan request and proposed use of funds
- Organizational Documents for the business (certificate of incorporation and by-laws or articles of organization and operating agreement or doing business certificate)
- Cost estimates for specific items to be acquired with loan proceeds
- Last three years of federal tax returns for the borrower and related companies (including accountant prepared statements, if available)

- Personal financial statement for all owners. Include copies of current bank account statements that show the source of cash equity.

- Copy of Picture ID for all owners (drivers license, passport, government photo ID)
- Last three years of personal federal tax returns for all owners

USA Patriot Act of 2001– To help the government fight the funding of terrorism and money laundering activities, Federal law requires all financial institutions to obtain, verify and record information that identifies each person who receives a loan. We will ask for your name, address, date of birth and other information that will allow us to identify you. We will also ask to see your driver's license or other identifying information.

Management Profile



Please complete a separate Management Profile for all owners of 20% or greater and for any key employees.

Name:					
Residence Address:					
City		State		Zip Code	
Home Phone		Date of Birth		County	
Social Security #		Citizen ? Y/N		Resident Alien #	
Picture ID Type:		Picture ID #:			
Have you ever been convicted of any criminal offense other than a motor vehicle traffic violation? Y/N					
If Yes, provide details on a separate sheet of paper.					
EDUCATION					
College	School Names		Dates Attended		Degree Attained or Certificates
WORK EXPERIENCE					
Company Name		Dates	Position Held	Comment on Duties	
Military Service					
Other Accomplishment Abilities					

EQUAL CREDIT OPPORTUNITY ACT NOTICE

The Federal Equal Credit Opportunity Act prohibits creditors from discriminating against credit applicants on the basis of race, color, religion, national origin, sex, marital status, age (provided the applicant has the capacity to enter into a binding contract); because all or part of the applicant's income derives from any public assistance program, or because the applicant has in good faith exercised any right under the Consumer Credit Protection Act. The federal agency that administers compliance with this law concerning this creditor is the Federal Trade Commission, Equal Credit Opportunity, Washington, DC 20580.

REQUESTS FOR STATEMENT OF SPECIFIC REASONS FOR DECLINATION

In the event that the Loan Application is denied or other adverse action is taken on the application, the applicant has the right to a statement of specific reasons within thirty (30) days, if the statement is requested within sixty (60) days of the notification to the applicant as to the basis of the denial or adverse action. Requests for a statement of specific reasons should be addressed to Executive Vice President and Senior Loan Officer Andrew M. Linehan, New York Business Development Corporation, 50 Beaver Street, Albany, NY 12207.

APPLICANT CERTIFICATION/AUTHORIZATION

In connection with this loan application and any update, extension or modification, the undersigned authorizes the Lender to make all inquiries it deems necessary to verify the accuracy of the information provided herein and to determine creditworthiness including, without limitation, obtaining consumer and/or business credit reports regarding the applicant or any entity that they may be affiliated.

I certify that I am not delinquent more than 60 days under the terms of any (a) administrative order, (b) court order, or (c) repayment agreement requiring payment of child support.

I certify that I have never caused the government a loss as a result of a prior borrowing relationship whether a direct business or personal loan, a loan in which I was a guarantor or a loan to a business in which I had an ownership interest. Loans include but are not limited to student loans, government guaranteed residential mortgages and business loans, both direct or government guaranteed.

The undersigned hereby certifies that the enclosed application information, including all attachments, is true, accurate and complete as of the date of this application. The undersigned understands that false statements may result in the denial of the loan request.

Applicant Signature: _____

Date: _____

Business Debt Schedule



Company Name: _____

Please list all Business Notes payable only, include lines of credit, business credit cards, mortgages, installment debts and capitalized leases.

Lender Name	Original Amount	Balance	Interest Rate	Maturity	Monthly Payment	Collateral (A)	Status (B)
TOTAL							

(A) Use abbreviations for collateral – “A/R” for accounts receivable, “Inv.” For inventory, “Equip” for furniture, machinery or equipment, “R/E” for real estate, “Other” for all other collateral
 (B) Status is “C” for current payments or “D” for delinquent payments