

Emergency Loan Application Information

Purpose

Businesses are a foundation to any community and key to a community's success. When businesses can't operate or have operated at reduced levels due to situations such as an emergency situation, we know they require support to get them back on track.

Covid-19 Emergency Loan Program

The program provides financial support to businesses that have not been able to operate or have operated at a reduced level for more than 5 days due to the emergency situation.

Financing is provided in the form of a repayable loan with relaxed terms and interest rates.

- Loan Amount: Maximum up to \$20,000 per business based on Business Analyst assessed needs.
- Streamlined Application and Approval Process – Business Analyst process and approval.
- Application will consist of:
 - Completed Application Form – Specific to this loan program
 - 3 years of financial statements showing at least one year of profitability with most recent Corporate T2 or Personal tax filing
 - Credit Check on owner(s) and business
 - Limited security requirements – Personal Guarantees / Co-Borrower and General Security Agreement
- Waiver of application fee
- Pre-approved interest rate of Prime + 2% (Prime currently 2.95%)
- Interest only payments for up to 12 months – this will be reviewed every 3 months
- Maximum Amortization/Term of 60 months
- Should greater financial needs be identified, can convert to usual loan process
- No early payout fees.

Guidelines

Priority will be given to existing and past CF clients in good standing

The business must:

- Have been in operation when the emergency commenced
- The business must be located in the Community Futures North Fraser market area, from Mission to Harrison Hot Springs on the north side of the river
- If a current loan client, loan must be in good standing as of March 1, 2020

- When required, have a valid business license or approval to operate from the municipal or regional government

The business owner must:

- Be prepared to sign a personal guarantee. In the case of not for profit organizations or incorporated companies, the director(s) must sign on its behalf

Eligible Applicants

Any business that:

- Has not been able to operate or has operated at a reduced level for more than 5 days due to the emergency situation.
- Business must be able to demonstrate a loss or reasonable expectation of reduction of business due to the emergency situation.

**Business includes for-profit, not-for-profit, sole proprietorships, partnerships and incorporated companies, ranches and farms. **

Ineligible Applicants

Government including federal, provincial, municipalities and regional districts.

For more information please email mblackwell@northfraser.org or call 604-826-6252