

# **Fullerton Area Economic Development**

## **Business Loan Program**

**Purpose:** To promote the retention and growth of business in Fullerton

**Eligibility:** Any new or established business in Fullerton

**Purpose of Loan Funds:** Funds must be used for business purposes including but not limited to: Inventory, working capital, equipment, real estate down payments, repairs, etc.

### **How to Apply:**

1. The borrower chooses which local bank to take out the loan
2. The borrower needs to complete the Loan packet at the Bank of their choice which includes
  - a. Business Plan/Questionnaire
  - b. Financial Statement
  - c. Cash flow
  - d. Request for tax returns
  - e. Release of Confidentiality/Share agreement between the borrower, the two banks, and the Economic Development Corporation
3. After the borrower fills out and returns the bank makes a decision, if approved by the bank the Economic Development Loan Committee will review and if approved by the Economic Development Loan Committee the request would go before the Entire Economic Development group for final approval.
4. Once approved by all parties the Economic Development Treasurer will purchase a CD up to a max of \$3,000 to be pledged at the Borrowers bank to secure the note. These loans can be up to 5 years in terms. A business can only have 1 loan outstanding at any one time, but can apply for additional loans once a previous loan has been paid back in full. The bank will use any additional collateral that it can to help protect the Economic Development in case of default.

**For More information contact Joe Wegner at 308-536-2482 or Kurt Pickrel at 308-536-2492**