

Skagit County Loan Fund

COVID-19 Emergency Loan Program



Are you a Skagit County small business experiencing severe disruptions from Coronavirus/COVID-19? The COVID-19 Emergency Loan Program is intended to provide financial relief with accessible, low-interest, deferred loans.

- **Loans up to \$25,000 for working capital**
- **Streamlined application and approval process**
- **Low interest rates, deferred loan payments**

The Skagit County Emergency Loan Program has limited resources, so businesses seeking loans greater than \$25,000 should apply for [SBA Disaster Loan Assistance](#).

Eligible businesses must be:

- Located in Skagit County
- Operating business, not a passive real estate entity
- In business for a minimum of one year, and able to provide a 2018 Federal Tax Return
- Viable, demonstrating profitability before disruptions from COVID-19 and have a plan to recover post-disruption
- Current on federal income taxes

Loan Details

Size and Terms:

Loan Size: up to \$25,000 (must justify amount in application)

Interest Rate: 2.44% (variable; 75% of WSJ Prime)

Term: 7 years

Repayment Schedule: Principal and interest payments will be deferred for six (6) months. Interest will accrue during deferral period. Deferral may be extended based on demonstrated need. Loans may be prepaid, in part or whole, at any time without penalty.

Fees: No application fee; a closing fee of up to \$500 can be amortized in the loan.

Uses of Funds:

Loan proceeds may be used for working capital (examples include but are not limited to payroll, rent, insurance, utilities, etc.).

Collateral:

1. A UCC lien on business assets
2. All owners owning 20% or more of the business will be required to execute a personal guarantee

For more information or to apply, contact:

Melissa LaFayette
mlafayette@ndconline.org