

UNITED STATES
VIRGIN ISLANDS

State Small Business Credit Initiative

The State Small Business Credit Initiative Program was created by the 2010 Small Business Jobs Act to support small-business lending and encourage financial institutions to be more assertive in their lending activities.

Maximum Enhancement Amounts

Collateral Support Program

Up to 50% limited to
\$500,000 per borrower

Credit Guarantee Program

Up to 50% of loan or
project cost

Payment, Performance, Surety Bond Program

Up to 30%

Who's Eligible?

- Corporations
- Partnerships
- Sole Proprietorships
- Non-Profits*
- Cooperatives*

Business uses of the loan includes, but is not limited to:

- Start-up costs
- Working Capital
- Business procurement*
- Franchise Fees*
- Equipment
- Inventory
- Construction*
- Renovation, and
Tenants' improvements
to the business site.

*Restrictions apply to refinancing and other issues, refer to
SSBCI guidelines for details.

SSBCI Loan Guarantee Program

How the program works:

SSBCI

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1. Potential Lender enters into an Agreement with the implementing agency.
2. The Agreement incorporates the entire program. Approved Lender originates, processes, and services the Loan.
3. After preliminary loan approval, and after the Lender has submitted all necessary documentation,
4. Final Approval is granted. The Approval Document is mailed to the Lender (for file documentation).
5. Loan Defaults-States will share in losses (if any) according to State-specific guidelines.

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REQUIREMENTS

Loan terms are based on participating bank's terms and conditions.

Business may NOT use funds to:

- Reimburse funds owed to any owners
- Reimburse equity funds to any owner
- Obtain passive real estate credits
- Repay a delinquent federal, state or local income tax

OTHER RESTRICTIONS:

- Sex offender certification must accompany each loan request indicating that no principals have been convicted of a sex offense against a minor.
- Lender must have 20% capital at risk
- No refinancing is allowed with the existing lender
- Lender's client must be current in his obligation with the U.S. Internal Revenue Service, and the Virgin Islands Bureau of Internal Revenue.

To learn about funding and assistance for small-businesses, please contact the Economic Development Bank.

Email: info@usvieda.org



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To learn more, visit: www.usvieda.org