



NEW JERSEY

Financing, Loan & Guarantee Programs

Loan Guarantee

If You Are:

A credit-worthy business operating in New Jersey that needs additional security to obtain financing. Preference is given to businesses that are job intensive, will create or maintain tax ratables, are located in an economically distressed area, represent an important economic sector of the state and/or will contribute to its growth and diversity.

You Can Apply For:

Guaranteed funding under the New Jersey Economic Development Authority (EDA) Loan Guarantee program.

In The Amount Of:

Up to \$1.5 million.

To Be Used For:

Working capital to meet operating needs (maximum exposure of \$2.25 million) and fixed assets (maximum exposure of \$2.75 million), with term financing for a maximum guarantee term of 10 years.

Program Details:

Loan guarantees are limited to 30%-50% of the loan amount in non-targeted areas and up to 70%-80% in urban aid and targeted areas/industries, though exposure should be limited to 25% to 50% whenever possible. To be eligible, companies must create one job for every \$50,000 of EDA assistance.

Fees:*

- Application fee: \$1,000
- Commitment fee: 0.875% of guarantee amount
- Guarantee fee: 0.875% of guarantee amount multiplied by the number of years of the guarantee
- Closing fee: 0.875% of guarantee amount

Division of Taxation Tax Clearance Certificate Application Processing Fee: \$75 for standard processing; \$200 for expedited processing (response within three business days).

For more information on the Loan Guarantee Program, visit www.njeda.com.

*All fees are non-refundable.



THE STATE OF NEW JERSEY

www.NewJerseyBusiness.gov • 866-534-7789

The company we keep,
keeps getting better.