



NEW JERSEY

Financing, Loan & Guarantee Programs

Statewide Loan Pool Program

If You Are:

A New Jersey-based business that creates or maintains jobs, located in a financially targeted municipality, or representing an industry which the New Jersey Economic Authority (EDA) has targeted for assistance, including manufacturing, industrial, high-tech and more.

Available Assistance:

Your financial institution can request a participation and/or guarantee through the EDA.

To Be Used For:

Fixed assets and permanent working capital.

Maximum Amounts:

Under the Statewide Loan Pool program, the EDA can participate in or guarantee up to 50% of a bank loan. The maximum EDA exposure is:

Fixed Assets

Loan: \$1.25 million
Guarantee: \$1.5 million
Total Exposure: \$2.75 million

Working Capital

Loan: \$750,000
Working Capital Guarantee: \$1.5 million
Total Exposure: \$2.25 million

Benefits:

The Statewide Loan Pool program makes the financing more economical and can help ensure the viability of a company's project.

Program Details:

EDA participation provides terms of up to 10 years. For real estate transactions, amortization can be up to 15 years. For equipment transactions, amortization can be up to seven years.



THE STATE OF NEW JERSEY

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continued

Statewide Loan Pool

To be eligible for the program, the borrower should meet the following criteria:

- Create one new job for every \$50,000 of EDA assistance, and
- Be located in a targeted or urban aid municipality or operate within an industry targeted for financing, such as manufacturing, industrial or technology

Fees:*

- Application fee: \$1,000
- Commitment fee: \$750 upon acceptance of EDA's commitment letter
- Guarantee fee: 0.5% of the guarantee exposure multiplied by the number of years the guarantee is in effect (if required)
- Extension fee: \$750 for each extension
- Bank fees negotiated between bank and borrower

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 Statewide Loan Pool Program, visit www.njeda.com.

*All fees are non-refundable.

