

County Business Expansion Loan Program

Program The County Business Expansion Loan Program (CBELP) provides

financial assistance to small and medium sized businesses located in

Los Angeles County.

Use of Funds Loan proceeds may be used for property acquisition,

equipment/machinery purchases and working capital.

Loan Amounts Loan amounts range from \$25,000 to \$1,000,000.

Interest Rate Interest rates vary and may change without notice. The current rate

is fixed, at six and one-half percent (6.5%).

Term Repayment terms will generally be based on the useful life of the

assets being financed and the borrower's ability to repay. The useful

lives are generally 7 years for working capital, 10 years for equipment/machinery purchases and 20 years for real estate.

Loan Fee The loan fee is 2 (%) points, plus any third party costs.

Collateral Applicant must be willing to pledge collateral owned by the

business or its principals to secure loan proceeds.

Eligibility Loan assistance is available to existing and start-up, small and

medium sized firms within Los Angeles.

Companies and principals must exhibit good credit and show evidence of repayment ability. Applicants must demonstrate a financial need for a CBELP loan and confirm that the project offers a public benefit. The CBELP may accompany, but not

replace, private sector financing.

Contact Iris Alvarado, Loan Programs Administrator

Office: 323.890.7044 Fax: 323.890.8575

E-mail: <u>iris.alvarado@lacdc.org</u>

Rodolfo Quiroz, Loan Officer Office: 323.890.7202 Fax: 323.890.8575

E-mail: rodolfo.quiroz@lacdc.org



