

NY Forward Loan Fund



Division of Small Business & Technology Development

New York Forward Loan Fund (NYFLF) is a new economic recovery loan program aimed at supporting New York State small businesses and focusing on minority and women owned small businesses, nonprofits and small residential landlords as they reopen after the COVID-19 outbreak and NYS on PAUSE.

The Terms of New York Forward Fund Loan:

Eligibility

- These loans are available to **small businesses** and **nonprofits** with 50 or fewer employees that did not receive a U.S. Small Business Administration (SBA) Paycheck Protection Program (PPP) loan of greater than \$500,000 or an Economic Injury Disaster Loan (EIDL) for COVID-19 of more than \$150,000.
- **Small residential landlord** loans will be targeted to owners with residential buildings of 50 units or less, and will prioritize loans for residential landlords whose properties are in low and moderate income census tracts or who serve low to moderate income tenants.

Interest Rate

- Annual interest rate of 3% for small businesses and small residential landlords.
- Annual interest rate of 2% for nonprofits.

Payment Schedule

- Loans are not forgivable in part or whole.
- 60 month term with interest:
 - 0-12 months: interest only payments, paid monthly; and
 - 13-60 months: interest and principal payments with straight line amortization, paid monthly.

Use of proceeds

- Working capital including inventory, refitting for new social distancing guidelines, operating and emergency maintenance, property taxes, utilities, rent, supplies, etc.
- Refinancing of any other loan is not permitted.

Recourse

- No specific collateral is required to be eligible (e.g., you do not need to have access to any specific real estate or equipment). Please note that this program requires a blanket first or second lien on business assets will be filed by the community lender and any owners with more than 20% ownership must sign a personal guarantee.

Borrower Fee

- No application fee.

Loan Amount

- Small businesses can apply for a loan in the amount of the lesser of: (a) \$100,000 or (b) up to 100% of average monthly revenues in any 3-month period from 2019 or first quarter of 2020.
- Nonprofits can apply for a loan in the amount of the lesser of: (a) \$100,000 or (b) up to 100% of average monthly expenses in any 3-month from 2019 or first quarter of 2020.
- Small residential landlords can apply for a loan in the amount the lesser of: (a) \$100,000 or (b) projected reduction in 6-months' net operating income based on actual reductions in net operating income for the month of April or May 2020.

Key Partners:



Pre-applications open now for regions and industries. To apply or to learn more, visit www.nyloanfund.com. If you have any questions on the program please email nyloanfund@esd.ny.gov.