



Mecklenburg County, North Carolina

COVID-19 Stabilization for Small Businesses and Microbusinesses

Small Business Stabilization Loan

Eligibility

- Business must be located in Mecklenburg County
- Maximum 50 (full time equivalent) employees
- Businesses with two years of continuous profitable operation

Terms

- Loan Amount: \$5,000 to \$35,000
- 12 months interest only payments; followed by 9 years of Principal & Interest
- Fixed rate of 3.00%
- No application or closing fees

Permitted Use of Funds

- Working Capital (Payroll or Utilities Expenses related)
- Occupancy (Lease or mortgage payment)
- Existing periodic real property financing payments
- Existing periodic business property financing payments
- Not to be used to pay-off existing debt

Underwriting Guidelines

- Demonstration of COVID-19 Impact – 20% or more decline in gross revenues
- Length of credit history should be 2 years or greater
- No credit accounts over 90 days past due at time of application (excluding medical)
- No outstanding charge-offs or collection account over \$1,000 (excluding medical)
- Neither Principal nor business has had a bankruptcy filing in the past 3 years
- No open tax liens, no current judgements

Required Documentation

- Online loan application
- Statement describing how COVID-19 has adversely impacted the business
- Copy of driver's license, copy of lease agreement or mortgage statement
- Business and personal tax returns for 2018
- Profit & loss statement for 2019
- Current Bank Statement

Microbusiness Loan Program

Eligibility

- Business must be located within Mecklenburg County (excluding Charlotte and Mint Hill)
- Business must have five employees or less
- Business owner or 51% of employees must have low- or moderate-income
- Business must have experienced a loss of income due to COVID-19

Terms

- Loan Amount: Up to \$10,000
- Loan Term: 3 years at 0% interest
- Loan will be fully forgivable if the funds are used for eligible expenses
- No application or closing fees
- No collateral or personal guarantees are required

Permitted Use of Funds

- Funds may be used to cover the day-to-day operating expenses of the business, such as payroll costs, rent, business mortgage payments, and utilities

Required Documentation

- Online application
- Copy of driver's licenses
- Documentation for the purpose of use of funds, i.e. lease agreement
- 2019 tax returned if filed otherwise 2018 tax return for the business
- 2019 tax refund if filed otherwise 2018 owner's personal tax return
- Completed Certification and Authorization Agreement