

# City of Norfolk Economic Disaster Assistance Loan

## A BUSINESS LOAN PRODUCT FOR COVID-19 INTERRUPTIONS

The City of Norfolk Department of Economic Development is offering a loan product to offset foreign supply chain disruptions to existing businesses in the City of Norfolk. This Loan product is a solution for companies that are being impacted by inventory and foreign supply chain disruptions and are in jeopardy of ceasing business operations. Disaster Assistance Loans (or working capital loans) are available to small, for profit businesses physically located in the City of Norfolk.

### **Eligible Businesses include:**

- For profit entities physically located in the City of Norfolk
- Norfolk businesses who export goods domestically or internationally and have experienced a significant decline in revenues or working capital
- Companies who show proof of a significant decline in sales from prior periods

**Loan Purpose:** Working Capital to include, payroll, accounts payable, fixed debts and other bills that cannot be paid because of the disaster's impact.

**Loan Amounts:** \$10,000-\$35,000

**Loan Terms:** 3-5 years with flexible amortization schedules available

**Interest Rates:** 6-Month Libor rate plus 2% (Approximately 2.75%)

### **Collateral Requirements:**

- Economic Disaster Loans do not require collateral
- Personal Guarantee maybe required on certain loans

### **Criteria for Approval:**

- Repayment –Must be determined that the business has the ability to repay the loan
- Credit History-Applicants must show previous positive pay history
- Final Approval- The City of Norfolk Economic Development Authority Board of Directors must approve all loan request

**How do I apply:** Application portal will open up starting Monday, March 23<sup>rd</sup> at 9am

Copy and paste this link in your browser -

[https://capitalaccessprogram.smapply.co/prog/city\\_of\\_norfolk\\_economic\\_disaster\\_assistance\\_loan/](https://capitalaccessprogram.smapply.co/prog/city_of_norfolk_economic_disaster_assistance_loan/)

For more information, please contact the Norfolk Department of Economic Development at 757-664-4338 or visit our website at <https://norfolkdevelopment.com/covid-19-updates-for-norfolk-businesses/>

*\*Applications will be accepted on a first come, first serve basis\**

*\*Incomplete Applications will not be considered\**