

KEARNY UEZ SMALL BUSINESS EMERGENCY FINANCIAL ASSISTANCE LOAN PROGRAM

The Kearny UEZ Small Business Emergency Financial Assistant Loan Program provides micro loans designed to help Kearny UEZ businesses affected by the COVID-19 pandemic, with access to much needed working capital. This loan is available to Kearny UEZ businesses, in good standing and up-to-date with the State taxes.

LOAN ELIGIBILITY REQUIREMENTS

- Business must be qualified Kearny UEZ member business, in good standing and up-to-date with State taxes, for the full term of the loan
- Business must have been open and operating on March 1, 2020
- Business must have been impacted by the COVID-19 pandemic
- Business must have been in existence at least since January 1, 2020 and with a credit score of at least 675
- Business must demonstrate the need for the loan and must provide a detailed description on how the funds will be spent. Eligible uses include payroll, rent, business property mortgage or utilities. Use of the loan for state or federal taxes, permits, fees or personal expenses is not allowed
- Business must not have been approved for a Paycheck Protection Program (PPP) loan as of the date of application
- If the applicant is also the property owner, property taxes and water must be current, as of March 1, 2020
- No loan or credit card charge-offs, within the last three years
- The mayor, council members, department heads, commissioners of the Kearny Enterprise Zone Development Corporation, staff of the Kearny UEZ and their families, are not eligible
- Non-profits are not eligible
- The Town of Kearny may change or clarify elements of these requirements and this loan program, as necessary

LOAN APPLICATION REQUIREMENTS

- All owners with at least 20% ownership interest in the business must submit their most recent business and personal tax return, provide a personal guarantee, complete the Personal Financial Statement SBA Form 413 and submit to a credit check. The primary owner's score must be at least 675
- Complete a Kearny UEZ Small Business Emergency Financial Assistance Loan Program Application Form for all guarantors
- Copy of lease
- Copy of driver's license
- Personal cash flow statement or equivalent
- Personal financial statement or equivalent
- Latest two years complete business tax returns
- Personal guarantee may be required

LOAN TERMS

- Minimum loan amount is \$2,500. Maximum loan amount is \$10,000. The actual loan approved will be based on need and availability of funds
- The loan term will be 60-months (5 years)
- 2% Interest
- No payment until January 2021
- No prepayment penalty
- If accepted to the program, the business must submit quarterly reports detailing (1) How the money was spent (providing receipts for expenditures) and (2) the number of full time and part time employees