

BINGHAMTON LOCAL DEVELOPMENT CORPORATION

| BUSINESS RESTART LOAN PROGRAM GUIDELINES | |
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| <p><i>The BLDC encourages sustainable development practices defined as development which meets the needs of the present at the same time as safeguarding and improving economic, social, and environmental resources and the ability of future generations to meet their own needs.</i></p> | |
| Purpose | To assist businesses located within the city limits of Binghamton that have been adversely affected by an unforeseen, unavoidable, natural disaster: any event or force of nature that has catastrophic consequences, such as earthquakes, floods, forest fires, hurricanes, lightnings, tornados, and avalanches. |
| Eligible Borrower | Businesses operating within the City limits of Binghamton that were financially sound prior to the disaster, are committed to reopening, and can substantiate losses from the disaster. |
| | Applicants will be subject to inspection from the City of Binghamton Fire Marshal to determine the level of damage. |
| | Applicants must register with related entities and disaster relief agencies, such as the Federal Emergency Management Agency (FEMA) and the Small Business Administration (SBA) if available. |
| Eligible Uses | Replacement/repair of business equipment, electrical work, professional services, and/or commercial building repairs related to the disaster; working capital for shortfalls resulting from the disaster. |
| Loan Amount | Maximum loan amount is \$10,000.00. |
| Underwriting Requirements | Project must meet BLDC Guidelines & Application Requirements (corporate and/or personal tax returns, financial documents, receipts, estimates for work to be done, insurance claims, etc.) |
| | Loan amount subject to BLDC Staff review and approval by the BLDC Loan Committee. |
| | All loan programs subject to availability of funding. |
| Equity | Not required. |
| Terms | Maximum three year term for loans of \$5,000.00 or less. |
| | Maximum five year term for loans greater than \$5,000.00. |
| | Principal and interest payments deferred for the first three months. |
| | Loan balance amortized over remaining term of the loan to maturity. |
| Interest Rate | 1% fixed interest for one-year term loans. |
| | 3% fixed interest for terms greater than one year. |
| Security | Loans will be secured with the business assets of the company; corporate and individual guarantees required. Additional collateral may be required as deemed necessary. |
| Fees | Application and Commitment fees waived. |

8-9-12

The BLDC is an Equal Opportunity Lender

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| Acceptance of Commitment | Within 10 days from the date of the BLDC commitment letter. |
| Closing of Loan | Within 14 days from the date the BLDC has received the signed commitment letter. |
| | Borrower will be responsible for filing fees and other "out of pocket" expenses related to closing. |
| Other Conditions | Conformity to Planning Review and Approval requirements and the City of Binghamton Building Code requirements including inspection and Certificate of Compliance upon completion of repairs; proper disaster insurance coverage (if applicable). |
| <p>Interest of Members, Officers, or Employees of BLDC, Members of Local Governing Body, or Other Public Officials. No member, officer, or employee of the BLDC, or its designees or agents, no member of the governing body of the locality or localities who exercise any functions or responsibilities with respect to the program during his tenure or for one year thereafter, shall have any interest, direct or indirect, in a contract or subcontract, or the proceeds thereof, for work to be performed in connection with the program assisted under the agreement between the Binghamton Local Development Corporation and the City of Binghamton.</p> | |