

# Guam Recovery LOAN PROGRAM

## LOAN FACT SHEET | PAGE 1 OF 1

The purpose of the Guam Recovery Loan Program is to provide financial assistance through loans and loan guaranties to private enterprises and industries, thus promoting the economic development of Guam. The Guam Economic Development Authority (GEDA), a public corporation, was charged with assisting in the implementation and administration of Guam Recovery Loan Program (GRLP).

This program is targeted at businesses that are engaged or about to engage in activities in the areas of agriculture, fishing, manufacturing, tourism, and their support industries. GRLP enables start-ups and existing businesses to secure long-term financing for the acquisition of long-term fixed assets, working capital needs and to provide funding for the purchase of supplies and inventory. Program to remain in effect through December 31, 2029.

### ELIGIBILITY REQUIREMENTS

1. **One (1) written denial** Citizens from **private, commercial lending institutions**.
2. Individuals must be **U. S. Citizens** or **permanent resident aliens who are residents of Guam**.
3. Project must fit at least one of the following loan categories:
  - Agriculture
  - Fishing
  - Manufacturing
  - Tourism
  - Support industries for the above entities
4. The business must meet one of the following criteria:
  - Creation of employment
  - Replacement of imports
  - Reduction of consumer prices
  - Creation of a vitally needed facility
5. Applicants must be **a registered business and have a valid Guam business license**.

### TYPES OF FINANCIAL ASSISTANCE

- Direct Loans
- Line of Credit

### MAXIMUM LOAN AMOUNT

- \$1,200,000.00
- CEO/Administrator approval up to \$100,000.00

### TERMS

- Full collateral 1% above U.S. Treasury Index Rate
- Interest rate is fixed to 2% above U.S. Treasury Index Rate

### USE OF FUNDS

- Start-up costs
- Working capital
- Leasehold improvements
- Furniture, fixtures, and equipment
- Purchase, construction, renovation or improvements of an eligible place of business
- Fees associated with construction of business

### FEES & CHARGES

Application Fee	\$20.00
Processing Fee	\$100.00
Credit Report Fee	\$10.00 each
UCC-3 & UCC-1	\$10.00 each
Origination Fee	2% of loan amount