

Louisiana Loan Portfolio Guaranty Program, Applicant FAQ's

Q: Who is eligible to apply for the program?

A: For-Profit small businesses domiciled in Louisiana which employ less than 100 employees, and have been impacted by COVID-19.

Q: What types of businesses are not eligible to participate in the program?

A: Gaming businesses
Churches
Religious & Non-profit organizations
Real Estate Developers
Pawn Shops
Pay-Day Loans
Lending and Investment Concerns
Speculative Activities

Q: Does the borrower initially contact the bank or lending institution to apply for a loan?

A: The applicant/borrower is required to contact the bank or lending institution directly to apply.

Q: Are there any program fees?

A: There are no program fees.

Q: How long does the process take?

A: The specific length of time is determined by the loan amount and the approving lending institution, but is expected to be an expedited process.

Q: is there a deadline to apply?

A: Applications will be accepted by banks until April 30, 2020.

Q: Is there a maximum loan amount?

A: The maximum loan amount is \$100,000.

Q: What types of financing are eligible in the Louisiana Loan Portfolio Guaranty Program?

A: Non-Revolving Lines of Credit
Term Loans

Q: How long do I have to pay the loan back?

A: The term of the loan can range from 1 to 5 years.

Q. How can I use the loan funds?

A: The program is designed to help business owners maintain the continuation of operations as a result of COVID-19. Suggested uses for the loan are to maintain employee payroll for an 8-week period at a minimum payroll levels at the time of application for the loan, as well as to maintain continuance of operations within COVID-19 executive orders, proclamations, and relevant state agency guidance. The need for the loan and use of proceeds must be directly related to the economic injury caused by the COVID-19 pandemic.