

TCF/ Wayne County Small Business Relief Loan

Quick Reference Sheet

COVID-19 is negatively impacting small businesses throughout Wayne County. While there are federal government programs that have been enacted to bring assistance to businesses, these funds are slow to get to businesses in this time of need. Thus, TCF and Wayne County partnered together to offer a microloan program for these businesses within Wayne County.

➤ **Creation of Loan Fund**

- Wayne County \$3 million
- TCF Bank \$3 million
- TCF will consider making an additional contribution of up to \$4 million following six months of experience; based on the level of repayments made on the loans

➤ **Loan Terms**

- **Use of Proceeds:** to pay employee wages, rent, bank notes, utilities and other business expenses that are incurred during regular business operations
- **Interest Rate:** between 0% and 2%. Actual rate based on the credit risk presented
- **Loan Duration:** 12 months
- **Repayment Schedule of Loans:**
 - Months 1-6: Interest only
 - Months 7-11: Interest + Principal (amortized on the basis of a 12-month term)
 - Month 12: balloon payment of remaining principal plus all accrued but unpaid interest
- **Fees and Charges:** No prepayment fees, late fees, and closing fees. Fees will be applied for any filing or recording and search fees related to any security interest or collateral securing the loan.
- **Security Interest/Collateral:** TCF may request an all personal property assets security interest, and or a personal guarantee based on the credit risk presented by the borrower
- **Loan Amounts:** Based on the number of employees
 - **1-4** Employees up to **\$5,000**
 - **5-9** Employees up to **\$10,000**
 - **10-19** Employees up to **\$15,000**
 - **20-49** Employees up to **\$35,000**
 - **50-99** Employees up to **\$50,000**

➤ **Who Qualifies**

- A business that employs less than 100 employees or has revenue of approximately \$1 million or less
- The business can demonstrate a 25% loss of revenue or more
- The business must have been in existence for over one year

➤ **Steps to apply**

1. Complete the Small Business Relief Loan Fund application
 - Provide the following documents:
 - ✓ Previous year's business tax returns
 - ✓ Previous year's personal tax returns on all owners with greater than 20% ownership
2. Description of the impact to business due to COVID-19
3. Submit the application and requested documents to your TCF Bank representative

For More Information Visit: <https://www.tcfbank.com/waynecounty>