

COVID-19 Business Assistance HEDA Loan Guidelines

Purpose

To provide financial assistance to Hibbing businesses that have been impacted by Governor Walz Executive orders.

Loan amounts up to \$40,000 per business

Area Served: Existing businesses located in the City of Hibbing corporate limits that were open and operating in Hibbing prior to being closed by Governor Walz Executive Orders.

Allowable Use of Funds: Loan funds can be used for business expenses you have incurred since March 1, 2020 for building improvements made in preparation of sustaining business operations.

Loan Requirements: Business owner must:

- Complete a loan application.
- Provide a copy of your most recent business tax return.
- Business must be current on all financial obligations to the City within the last 12 months (this includes City utility bills, property taxes and any other obligations to the City).
- If the loan is approved, the business owner must:
 - Sign a loan/mortgage agreement
 - Sign a promissory note
 - Sign a personal Guarantee
- Interest rate will be 0% with a 5 year term
- No repayment on the loans will be due for the first six months followed by 60 months of principal payment.

Minimum Loan: \$5,000

Maximum Loan: \$40,000

Application Process: Applications accepted up to April 30, 2021, subject to availability of funds.

COVID -19 Business Assistance HEDA Loan Application

Business Name: _____

Business Address: _____

Business Phone: _____

Business e-mail: _____

Business Owners Name: _____

Home Address: _____

Type of Business: (Sole Proprietor, Corporation, LLC, Partnership) _____

What will you use the HEDA loan funds for? (Specify the use and cost) _____

What security or collateral will be backing your loan? _____

Loan Amount you are requesting from HEDA: \$ _____

I certify that all statements on this application are true and correct to the best of my knowledge. I understand that any intentional misstatements will be grounds for the disqualification of my grant application.

Applicant Signature: _____ Date: _____
