NALCAB Small Business Loan Guarantee Overview

Guarantee Eligibility Guidelines:

- NALCAB will guarantee a portion of the current principal balance for a secured loan or line of credit made by a NALCAB Network Member Lender*
- Eligible lenders must demonstrate a strong track record for lending to small businesses with annual revenues under $1 million.
- Eligible uses include any single secured Real Estate Loan or secured Small Business Loan or Line of Credit to a small business in operation for at least one year and with annual revenues of less than $1 million.
- Guarantee limit:
  - Real Estate loans---Up to 50% of loan principal balance amount with Guarantee amount not to exceed $75,000**, or
  - Small Business loans---Up to 50% of loan principal balance amount with Guarantee amount not to exceed $10,000**
- Up to a 5-year term
- Fees: 1% of Guarantee amount origination fee and 0.5% annual fee based on anniversary date Guarantee loan principal balance amount***

*Participation in the Guarantee Program requires NALCAB member lender certification by NALCAB Staff.
**Guarantee amount is lesser of dollar amount maximum or percent of loan maximum, and subject to availability of funds. Minimum $ amounts may apply.
*** Due at closing is the origination fee based on the initial guaranteed amount. Due each anniversary date is an annual fee of 0.5% of the Guarantee % times the current loan principal balance.

Requirements & Restrictions

Small Business Loan Guarantee Certification Requirements:

- Be a paid active NALCAB Member Lender.
- Have at least one-year small business lending experience.
- Have board-approved Lending Policies and Procedures in place.
- Have Collection and Servicing procedures in place.
- Have equitable lending and loan process polices.
Guarantee Availability Restrictions:

Geographic Funder restrictions may apply. Priority markets include California, Colorado, Georgia, Washington, Oregon, Hawaii, Maryland, Virginia, and Washington DC.

Maximum Total of Guarantee $ available to any one Lender equals 20% of total Loan Guarantee Program Fund Allocation, currently $470,000 max.

Become certified Member Lender here:

Submit SBLG request (after receiving certification) here:

Questions? Please contact our Lending team at impactinvesting@nalcab.org