New Lending Bill Signed Into Law

September 28, 2010 – The President signed a $42 billion bill to aid small business yesterday. The bill seeks to create thousands of jobs with incentives for Small Business Lending.

How Does HR 5297 Help Car Wash Operators?

- **Increases the Money Available for New Projects, Remodels and Refi's**
- **Lowers the overall Cost of Funds & Offers Better Terms for Borrowers**
- **Gives Lenders Additional Incentive to Lend**
- **Potentially Makes New Construction Loans Easier to Obtain for Express Exterior, Flex and Full Service Car Wash Investors.**

Some Details on the Changes:

SBA 7(a)

- It **increases the SBA 7(a)** Loan program limits from $2,000,000 **to $5,000,000**. The increase will allow operators to finance larger or multiple projects under the SBA 7(a) loan program.
- It **waives the SBA guaranty fee** until 12/31/10. A savings of up to $67,500!
- It **increases the guaranty from** 75% **to 90%** through 12/31/10. This increase gives lenders the extra incentive to approve transactions.

SBA 504

- It **increases the total SBA 504 loan** from $4,000,000 **to $13,333,333**.
- It allows operators to **refinance existing debt** under the 504 program for the next two years.
- It **waives the fee** on the SBA/CDC portion of the SBA 504 loan through 12/31/10.

For more details on how you can take advantage of the federal stimulus program, please contact your car wash finance specialist at Coast Commercial Credit:

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