

Overview

The Main Street Lending Program (MSLP) is a new offering of \$600 billion in financing created by the Federal Reserve. It helps small and medium-sized businesses during the ongoing COVID-19 crisis and accompanying economic downturn. MSLP is an alternative to the Paycheck Protection Program (PPP) and the Economic Injury Disaster Loan (EIDL) program, however you may qualify for all three.

For complete details see [➔ FloridaSBDC.org/MSLP](https://FloridaSBDC.org/MSLP)

ELIGIBILITY

The business MUST

- Have been established prior to March 13, 2020
- Have no more than 15,000 employees or 2019 annual revenues of no more than \$5 billion
- Have been created or organized in the U.S. with significant operations in and a majority of its employees based in the U.S.
- Not have received specific support pursuant to the CARES Act (Subtitle A of Title IV for air carriers, air cargo, and businesses critical to national security)
- Be able to make all of the certifications and covenants required under the program

HOW THE LOANS WORK

The Main Street Lending Program offers three different loan options:

- Main Street New Loan Facility (MSNLF)
- Main Street Priority Loan Facility (MSPLF)
- Main Street Expanded Loan Facility (MSELF)

For more details, review the comparison chart below.

Loans will have a five-year maturity; interest payments on the loans will be deferred for one year. Interested businesses will work with an eligible lender to determine if they meet the program requirements and the lender's own underwriting standards. The lender will determine whether a business is approved for a loan. The Fed will participate in the lending by purchasing a 95% interest in the loan. The lender retains 5% of the loan.

PROGRAM OPTIONS

OVERVIEW	NEW LOANS (MSNLF)	PRIORITY LOANS (MSPLF)	EXPANDED LOANS* (MSELF)
LOAN TERM	5 years		
PRINCIPAL PAYMENTS	Principal deferred by two years. Years 3-5: 15%, 15%, 70%		
INTEREST PAYMENTS	Deferred by one year		
INTEREST RATE	Adjustable-rate of LIBOR (1 or 3 mo.) plus 300 basis points		
LOAN SIZE	\$250,000 to \$35 million	\$250,000 to \$50 million	\$10 million to \$300 million
MAXIMUM COMBINED DEBT TO ADJUSTED 2019 EBITDA	4 times	6 times	6 times
LENDER PARTICIPATION RATE	5%		
FED PARTICIPATION RATE	95%		
PREPAYMENT ALLOWED	Yes, without penalty		
BUSINESS SIZE LIMITS	15,000 employees or fewer, or 2019 revenues of \$5 billion or less		
FEES	Origination and transaction fees may apply		

**Borrower must have an existing term loan or revolving credit facility with lending institution*

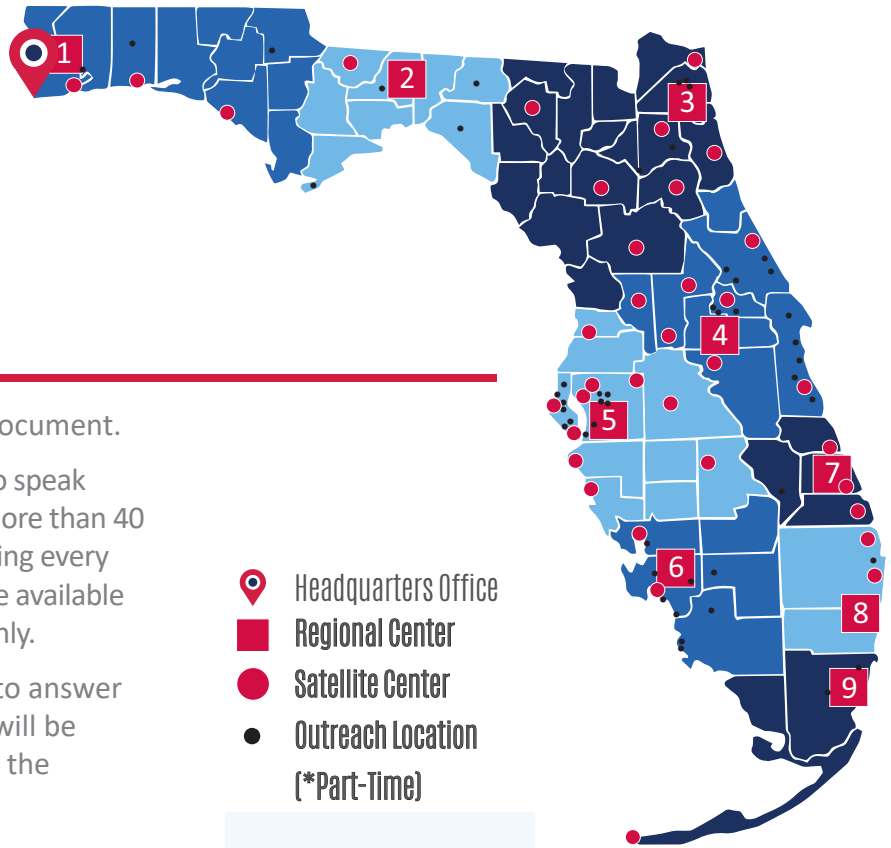
ABOUT THE FLORIDA SBDC NETWORK

The Florida SBDC Network provides no-cost consulting, training, and business research to help small businesses grow and succeed. Designated as “Florida’s provider of small business assistance,” the Florida SBDC Network has more than 40 offices from Pensacola to Key West to serve the needs of Florida’s business community.

Since 1976, Florida SBDCs have assisted more than 1.2 million aspiring and existing businesses by providing the professional expertise, tools, and information necessary to make sound business decisions in a complex and ever-changing marketplace.

In addition to our core service offering, Florida SBDCs provide a comprehensive toolkit of specialized services for businesses looking to accelerate market growth, including:

- Strategic & Business Plan Development
- Access to Capital
- Strategic Market Research
- Cybersecurity
- Market Growth Development
- International Trade
- Government Contracting
- Disaster Resiliency & Recovery



NEXT STEPS

- Review your options as listed in this document.
- Contact your local Florida SBDC office to speak with a business consultant. There are more than 40 offices located throughout Florida, serving every county. During this time, consultants are available via phone, email or video-conference only.
- Your business consultant will be able to answer any questions you may have. He/she will be available to assist you as you navigate the application process.

Helping Businesses Grow & Succeed



FloridaSBDC.org

State designated as Florida’s Principal Provider of Business Assistance [Fla. Stat. § 288.001]

The Florida SBDC Network is a statewide partnership program nationally accredited by the Association of America’s SBDCs and funded in part by the U.S. SBA, DLA, State of Florida, and other private and public partners, with UWF serving as the network’s headquarters. Florida SBDC services are extended to the public on a nondiscriminatory basis. Language assistance services are available for individuals with limited English proficiency.