

Guam Recovery Loan Program

The purpose of the Guam Recovery Loan Program is to **provide financial assistance through loans and loan guaranties** to private enterprises and industries, thus **promoting the economic development of Guam**. The Guam Economic Development Authority (GEDA), a public corporation, was charged with assisting in the implementation and administration of GRLP.

This program is targeted at businesses that are engaged or about to engage in activities in the areas of agriculture, fishing, manufacturing, tourism, and their support industries. GRLP enables start-ups and existing businesses to **secure long-term financing** for the acquisition of long-term fixed assets, **working capital needs** and to **provide funding for the purchase of supplies and inventory**. Program to remain in effect through December 31, 2029.

ELIGIBILITY REQUIREMENTS

1. **One written denial** from *local, private, or commercial lending institutions*.
2. Individuals must be **U. S. Citizens** or **permanent resident aliens who are residents of Guam**.
3. Project **must fit at least one** of the following loan categories:
 - *Agriculture*
 - *Fishing*
 - *Manufacturing*
 - *Tourism*
 - *Support industries for the above entities*
4. The business **must meet one** of the following criteria:
 - Creation of employment
 - Replacement of imports
 - Reduction of consumer prices
 - Creation of a vitally needed facility
5. Applicants must be a **registered business** and have a **valid Guam business license**.

TYPES OF FINANCIAL ASSISTANCE

Direct Loans

Line of Credit

MAXIMUM LOAN AMOUNT

\$1,200,000

CEO/Administrator approval up to \$100,000.00

TERMS

Full Collateral 1% above U.S. Treasury Index Rate

Interest Rate is fixed to 2% above U.S. Treasury Index Rate

USE OF FUNDS

- Start-Up Costs
- Working Capital
- Leasehold Improvements
- Furniture, Fixtures & Equipment
- Purchase, construction, renovation or improvements of an eligible place of business
- Fees associated with construction of business

FEES & CHARGES

- | | | |
|-------------------|---|-------------------|
| • Application Fee | - | \$20 |
| • Credit Report | - | \$10/ea. |
| • Processing Fee | - | \$100 |
| • UCC 1 & 3 | - | \$10/ea. |
| • Origination Fee | - | 2% of loan amount |