



SBA Fee Reductions FOR A LIMITED TIME ONLY

Take advantage of significant temporary reductions in SBA fees !

The Stimulus Bill signed by President Obama includes a provision that temporarily reduces fees on SBA 504 loans (2nd deed of trust) from 2.15% to 0.65%. The 0.5% bank participation fee (on 1st deed of trust loan) is also temporarily eliminated. For example, on a \$3.0 million building purchase, total fee savings would amount to \$25,500.

The fee reduction will be **effective for any loan approved on or after February 17, 2009** and will continue on a **first come, first served** basis until the allocated funds are exhausted. The SBA estimates that the funds allocated for the SBA fee reductions will last until approximately **December 2009**; however, it is possible that these funds may run out sooner.

The SBA 504 loan program provides fixed rate (10-year or 20-year) for purchase, improvements/renovation, or construction of owner-user commercial properties.

For more information, please contact:

California Statewide CDC
800-982-9192
www.cscdc.org