SmallBusinessBoost

BIG SOLUTIONS FOR SMALL BUSINESS

Step 1 - Identify an SBB opportunity

SBB IS A GOOD FIT FOR

- Lenders who need to fill the gap between what they can finance and a small business loan request
- A small business that meets the Small Business Administration's **(SBA) eligibility standards**
- Businesses that will create or retain at least one job for every $50,000 in SBB funding, or that qualify under alternative criteria (i.e., minority-, woman- or veteran-owned)
- A business that could benefit from a lower total loan payment in its first year

You've enrolled in the Small Business Boost (SBB) program! Now let's map out your next steps.

Step 2

STRUCTURE AND PREPARE

As you structure your SBB loan, ***utilize this calculator*** to determine the maximum amount of FHLB Dallas assistance available

When structuring the transaction with SBB, please note:

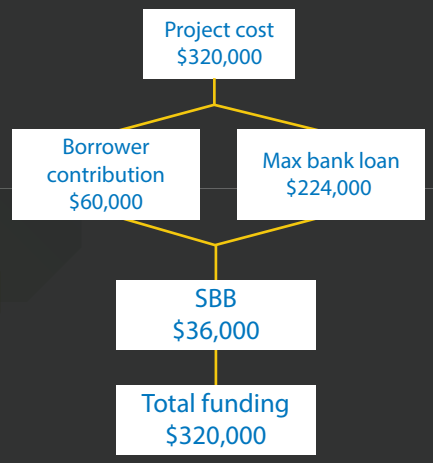
- Small business can receive an SBB loan of up to $100,000 or 50 percent of the lender's funding
- If the project involves a public guarantee, the maximum SBB loan amount cannot exceed 50 percent of the non-guaranteed portion
- Lender must provide at least 40 percent of total project financing
- Member may charge up to 3 percent interest
- Real Estate transactions must be at least 51 percent owner occupied

View the amortization schedule ***below***

*Map Your **Boost***

A dentist needs to expand its location, but can only invest $60,000 in the small business. The business requests a loan of $260,000, a loan you want to fund, but your institution's underwriting standards require 30 percent cash equity.

This is how **SBB brings the deal together**.



Step 3
APPLY FOR SBB FUNDS

Visit ***fhlb.com/sbb*** to check funds availability (SBB is first-come, first-served) and request the **SBB Business Registration Form** be sent via DocuSign.

Email the following documents to ***sbb@fhlb.com***:

- Lender's credit write-up
- Proof of business existence

Step 4
APPROVAL

FHLB Dallas will notify your institution within 10 days of approval, which is evidenced by a confirmation email from FHLB Dallas

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Step 5
CLOSE & FUND THE LOANS

Prepare closing documents within three months of application approval and include the ***SBB repayment language***.

Drafts of loan documents are required two days prior to closing. Upon approval, execute the loan documents and fund loan to the borrower.

To request SBB loan reimbursement submit the following to ***sbb@fhlb.com***:

- Executed Member Loan Note
- Executed SBB Loan Agreement
- SBB Funding Request Form

Step 6
SBB *Loan Reimbursement*

After closing, FHLB Dallas deposits SBB loan funds into lender's Demand Deposit Account and a final amortization schedule for the borrower and lender will be provided by FHLB Dallas.

REPAYMENT

The SBB borrower makes monthly payments to your institution based on the SBB amortization schedule. Your institution then forwards what is due to FHLB Dallas annually. There is no repayment in year one.

SBB Repayment

YEAR	SMALL BUSINESS	MEMBER	FHLB DALLAS
1	None	None	None
2	Principal + up to 3% interest	Principal + up to 3% interest	Principal only
3	Principal + up to 6% interest	Principal + up to 6% interest	Principal + 3% interest

	Max SBB Loan Term	Max SBB Amortization
Real Estate	120 Months	180 Months
Non-Real Estate	84 Months	120 Months

*SBB loan terms cannot exceed member terms

Contact Community Investment at ***800.362.2944*** or ***sbb@fhlb.com*** for additional assistance

FHLBANK DALLAS