

President signs Small Business Jobs Package into law

On Monday, September 27, 2010 the President signed the Small Business Jobs Act of 2010, H.R. 5297 into law. This legislation provides critical entrepreneurship and economic development services that are important to the recovery and growth of small businesses in this country.

Major provisions are:

1. Increases a Microloan amount from \$35,000 to \$50,000;
2. Increases the Microloan Intermediary borrowing cap from \$3.5 million to \$5 million;
3. Gives SBA the authority to waive non-federal matching requirements for Microloan Intermediaries and Women's Business Centers;
4. Creates a Small Business Lending Fund that provides access to capital for CDFI Loan Funds and State Capital Access Programs;
5. Creates a three-year SBA Intermediary Lending Pilot Program, through which the SBA will make direct loans to nonprofits for re-lending on to entrepreneurs. The program is authorized at \$20 million/year, and is limited to 20 Intermediaries/year. In addition, the maximum entrepreneur loan under this new program is \$200,000.
6. Increases loan limits on 7(a) loans from \$2 to \$5 million, increases loan limits on 504 loans from \$1.5 to \$5.5 million, and extends SBA ARRA provisions that allow SBA lenders to offer 90% guarantees and fee waivers.

For more information on how this can benefit your small business contact one of your local SBA Resources or visit www.sba.gov.

SBA 504 Lender

Teresa Sands

Greater Mobile Development Corporation

251-650-0826

gmdc@ceebic.org

SBA Microlender

Grover Brown

Community Enterprise Investments, Inc.

(850) 595-6234

gbrown@ceii-cdc.org

Technical Assistance Provider for SBA loans

Women's Business Center, Inc.

251-660-2725

info@womenbiz.biz

SBA Senior Area Manager-Mobile

Brent McMahan

Paramount Office Center

1141 Montlimar Drive

Mobile, AL 36609

251-544-7401

brent.mcmahan@sba.gov