

BUSINESS FINANCE PROGRAMS

	Program	Target Markets	Key Features	Amount	Interest Rate	Fees	Loan Structure
Direct Loans	Oregon Business Development Fund (OBDF)—Regular	Manufacturing, processing and distribution (retail and service businesses generally ineligible)	Low fixed rate, no prepayment penalty; lender participates	In most cases, up to 40% of project, \$1,000,000 limit	Fixed, Treasuries plus 1%, 4% minimum	\$200 application fee, 1.5% loan fee, direct expenses	Useful life of assets, up to 20-year term; subordinate lien position to primary lender; collateral required
	Oregon Business Development Fund (OBDF)—Targeted	Manufacturing, processing and distribution (retail and service businesses generally ineligible)	Low fixed rate, no prepayment penalty; lender participates; distressed areas only	In most cases, up to 40% of project, \$1,000,000 limit	Fixed, prime minus 4% 4% minimum	\$200 application fee, 1.5% loan fee, direct expenses	5-year term (up to 15-year amort); co-equal 1st lien position with primary lender; collateral required
	Oregon Royalty Fund (ORF)	Manufacturing, processing, distribution (including IP) with high margins and high growth potential	Repayment tied to borrower's revenue, with a minimum monthly payment	Up to \$250,000	N/A; repayment is two times the amount borrowed	\$200 applicaiton fee, 1.5% loan fee, direct expenses	Targeted multiplier return over 3-5 years
	Entrepreneurial Development Loan Fund (EDLF)	Small and new businesses (revenues less than \$500,000 in the 12 months preceding application)	Certified small business counselor must review business plan and provide counseling	Up to \$75,000 initial loan, up to \$100,000 total loans from the program per borrower	Fixed, minimum prime plus 2%	Department's direct expenses	Generally 5-year maximum term, minimum equity equal to 20% of loan amount required, collateral required
Loan Insurance Programs	Oregon Credit Enhancement Fund (CEF) Conventional	Most types of businesses eligible	Loan guaranty tool for lenders; term loans	Maximum insured amount up to \$2,000,000 and 80% of loan amount; pro rata	Set by Lender	1.25%–3% of insured amount depending on term	Fifteen year maximum term
	Oregon Credit Enhancement Fund (CEF) First Loss	Most types of businesses eligible	Loan guaranty tool for lenders; term loans	Up to first 25% of loan amount up to \$500,000 insurance	Set by Lender	2.5%–6% of insured amount depending on term	Fifteen year maximum term
	Oregon Credit Enhancement Fund (CEF) Collateral Support (First Loss)	Most types of businesses eligible	Loan guaranty tool for lenders; term loans; collateral deficiency only	Up to first 20% of loan amount up to \$1,000,000 insurance; first 25% of loan amount up to \$500,000 insurance	Set by Lender	2%–3.5% of insured amount	Five year maximum term
	Oregon Credit Enhancement Fund (CEF) Evergreen Entrants	Most types of businesses eligible	Loan guaranty tool for lenders; new line of credit	Maximum insured amount up to \$1,500,000 and 75% of loan amount; pro rata	Set by Lender	1.75% of insured amount	One year maximum term; can request up to four annual renewals
	Oregon Credit Enhancement Fund (CEF) Evergreen Plus	Most types of businesses eligible	Loan guaranty tool for lenders; increase existing line of credit	Maximum insured amount up to \$1,500,000 and 75% of credit limit increase; pro rata	Set by Lender	1.75% of insured amount	One year maximum term; can request up to four annual renewals
Portfolio Reserve Fund	Oregon Capital Access Program (CAP)	Oregon small businesses	Lender approval (no state credit underwriting)	Any amount	Set by Lender	Set by Lender	Business Oregon contributes to Lender's loan loss reserve account (maximum contribution of \$35,000 per borrower)
Bonds	Industrial Development Bonds/Express Bonds (IDB)	Manufacturing and solid waste facilities; typically limited to new land, building and equipment	Low interest, long-term, flexible; publicly-offered bonds or bonds purchased by company's bank (Express Bonds)	Maximum \$10 million (manufacturing), no limit (solid waste facilities)	Set by market or bond purchaser; fixed or variable; generally estimated at 80% of conventional rates	Varies	State does not guarantee bond, borrower is responsible for providing collateral and repaying the bond