



Committed to the future of rural communities

Business & Cooperative Programs

BUSINESS AND INDUSTRY LOAN GUARANTEE PROGRAM

Overview

The Business & Industry Loan Guarantee Program is administered by the Rural Business and Cooperative Program Division of the USDA - Rural Development. USDA can guarantee loans by eligible lenders to businesses to benefit rural areas. USDA - Rural Development, can guarantee losses up to 80 percent of the original loan amount. Inability to obtain other credit is not a requirement.

Need for Program

The primary purpose of the Business & Industry Loan Guarantee Program is to create and maintain employment and improve the economic and environmental climate in rural communities. This is achieved by expanding the existing private credit structure capability to make and service quality loans to provide lasting community benefits.

Benefits to Businesses

- ✓ Higher loan amounts, stronger loan application, less equity injection, lower interest rates and longer repayment terms assist businesses that may not qualify for conventional lender financing
- ✓ Assist businesses in stability, growth, expansion and rural employment

USDA Rural Development is an Equal Opportunity Lender, Provider and Employer. Complaints of discrimination should be sent to USDA, Director, OCR, Washington D.C. 20250-9410.

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