



Kentucky Linked Deposit Investment Loan Program

The Linked Deposit Loan Program (LDL) provides loans up to \$100,000 for eligible small businesses and agribusinesses.

Eligible Businesses must be:

- For-profit
- Headquartered, maintaining offices, and operating facilities in Kentucky
- Employ fewer than 50 full-time employees, of which at least the majority are from Kentucky
- Have gross earnings of \$1 million or less per year

Please Note: Principals in the business may not be officers or directors of eligible lending institutions.

Program Guidelines:

- Loan proceeds may be used for working capital, interest costs, capital expenses, and debt refinancing.
- Maximum loan amount is \$100,000 per business for a maximum of 7 years.
- The maximum loan rate will be determined by the Wall Street Journal's prime rate.
- All collateral requirements are determined by lender.
- There is no prepayment penalty.

Loan Process:

- Applicant should contact Mark Johnson to determine program funding availability.
- If program funding exists, applicant will be directed to contact a participating lender to start the credit application process.
- The lender conducts its regular credit analysis process and makes its own determination to approve the loan. If approved, a LDL application is completed and sent to the Small and Minority Business Branch for review.
- If the Linked Deposit application is in order, it is forwarded to the State Investment Commission.
- The Investment Commission and the lender agree upon a settlement date and amount of investment by the state before the loan is made.

For further information or assistance, please contact:

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