

Valley Heartland CFDC Loan Application & Admin Fees

Loan Application Fees:

- \$100 non-refundable application fee for **all** loan applications
- Loan applicants **may be expected (upon request by committee)** to present their application in-person to the Investment Committee with a 5 minute presentation and 5 minute Q&A

Loan Administration Fee:

- 1% of value of loan to a maximum of \$1500, - **minimum admin fee : \$ 250.00**
- \$50 NSF fee- **1st time,,,, \$ 75.00 2nd time,,, \$ 100.00 for 3rd and additional times**
- All loans must be on pre-authorized withdrawal payment system, no post-dated cheques or cash payments permitted.
- Mortgages to be developed and registered by the client's lawyer at the client's expense
- Financial statements must be received within 90 days of the client's year-end, failure to comply with this condition will result in a \$100 per month penalty fee, that will accrue on the client's outstanding loan balance and is due and payable in addition to regular scheduled payments

Loan Interest Rates:

- 8% the default rate that is normally used, risk rating may add up to 2%
- Renewals do not trigger a reduced interest rate
- All existing loans, when they come up for renewal, would normally renew at 8%

Loan client support:

- All loan clients must receive an in-person visit within the first 6 months, and once per year at a minimum each year thereafter
- The norm will be to require loan clients to visit us quarterly for a Quarterly business review
- Financial statements must be provided on time and be part of the annual client in-person review