



CAPLine Program Summary

7(a) LOANS CAPLines				
Attribute	Working Capital CAPLines	Contract CAPLines	Seasonal CAPLines	Builders CAPLines
Geographic Area	Nationwide	Nationwide	Nationwide	Nationwide
Borrower Portion of SBA Application	Non-delegated: Same as Standard 7(a) PLP: SBA Form 1919	Non-delegated Same as Standard 7(a) PLUS must provide a project cost schedule for each contract to be financed. PLP: SBA Form 1919 PLUS the project cost schedule for each contract to be financed.	Non-delegated: Same as Standard 7(a) PLUS historical financial statements that demonstrate a seasonal financing pattern. PLP: SBA Form 1919 PLUS historical financial statements that demonstrate a seasonal financing pattern.	Non-delegated: Same as Standard 7(a) PLUS • demonstrate successful performance on similar type construction PLUS • produce a cash flow projection for project to be financed. PLP: SBA Form 1919 PLUS two items noted above.
Lender Portion of SBA Application	Non-delegated: Same as Standard 7(a) PLP: SBA Form 1920SX Parts B and C.	Non-delegated: Same as Standard 7(a) PLP: SBA Form 1920SX Parts B and C.	Non-delegated: Same as Standard 7(a) . PLP: SBA Form 1920SX Parts B & C.	Non-delegated: Same as Standard 7(a). PLP: SBA Form 1920SX Parts B & C.
Unique Eligibility Requirements	Must sell on credit and create accounts receivable, not notes receivable	Contract must permit lender to obtain an assignment of proceeds. Some exceptions may apply (see ch.7 of this subpart).	30-day zero balance each year is required.	Borrower must have previous building experience of the same type. Speculative building but with documentation to support likelihood of sale.
Type of Loan	Revolving Line of Credit to finance short-term WC needs of the Borrower	Finances all costs associated with specific contract(s), but not profit. May be revolving.	Finances seasonal WC needs. May be revolving.	Finances direct costs associated with building a commercial or residential structure for sale.
Loan Decision	Non-delegated: SBA approves the loan for both credit and eligibility. PLP: Lender is delegated credit decision and completes a checklist for eligibility which it retains for possible review by SBA at a later date.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.



CAPLine Program Summary

Target Processing Time	Non-delegated: 6 business days. PLP: 1 business day.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.
Centralized Processing	Yes. Non-delegated: Standard 7(a) Loan Guaranty Processing Center - Complete review of credit and eligibility by SBA loan officers. PLP: Yes. Sacramento, CA (SLPC).	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.
E-tran Available	Non-delegated, lender may submit by mail, fax and e-mail PLP: Use of E-tran required.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.	Same as Working Capital CAPLines.
Maximum loan amounts	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).
Percent of Guaranty	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).
Maximum Maturity	10 Years	10 Years	10 Years	5 Years
Maximum Interest Rates	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).
Collateral Policy	1 st lien on working/trading assets (A/R, inventory) and if not using a borrowing base certificate additional collateral to ensure 1:1 collateral ratio	Assignment of contract proceeds. Some exceptions may apply.	First lien on seasonal Inventory and Receivables	No less than a second lien on real estate project.
SBA Guaranty Fees	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).	Same as Standard 7(a).
SBA Prepayment Penalty	N/A	N/A	N/A	N/A
Lender Agreements	All lenders must execute Form 750 & 750B (short term loans) plus PLP lenders must have Supplemental Guaranty Agreement for PLP.	Same as Working Capital	Same as Working Capital	Same as Working Capital