

## **California Health Center Emergency Working Capital Loan Program**

**Supported by: California Primary Care Association, California HealthCare Foundation,  
Catholic Healthcare West, Sutter Health and NCB Capital Impact**

**Eligible Borrowers** shall have been in existence for at least 3 years prior to application to the program and shall be either (a) a private, not-for-profit corporation that operates one or more primary care or family planning clinics licensed by the State of California under Section 1204 of the California Health and Safety Code; or (b) a clinic operated in California by a federally recognized Indian tribe located on land recognized as tribal land by the federal government.

Maximum loan amount:	Loans will not exceed \$1,500,000 per corporate entity. Health centers will be approved for up to 90% of anticipated Medi-Cal payments over a 12-week period (July-September). Loan applications must include a recent four-week period of Medi-Cal warrant amounts (see application for required documentation).
Purpose:	To bridge delays in the receipt of Medi-Cal payments due to a delay in passage of the State FY11 budget.
Maturity:	No later than November 1, 2010, unless Medi-Cal payments are further postponed. However, loans will be due in full within 2 days of receipt of delayed Medi-Cal payments.
Repayment:	Accrued and unpaid interest only with the full balance of principal and any remaining accrued interest due upon note maturity.
Interest rate:	3.23%
Origination Fee:	.50% of approved loan amount
Borrower's costs:	\$250 application fee (credited towards origination fee at loan closing) \$150 documentation fee
Collateral:	UCC filing (Emergency Loans may be subordinate)
Disbursements:	Loans will be structured as non-revolving term loans with monthly disbursements roughly equivalent to 90% of four weeks of Medi-Cal payments. Additional disbursements will be made in subsequent months if the State budget delay continues.
Prepayment:	Loan may be prepaid in whole or in part at any time during loan term.

**Contact:**  
**Sherinda Robinson**  
**NCB Capital Impact**  
**(703) 647-2329**  
**[srobinson@ncbcapitalimpact.org](mailto:srobinson@ncbcapitalimpact.org)**