



## FAQ

**Q: Can the nonprofit organization apply for a MCCF unrestricted grant to pay off the loan?**

A: No. The loan is intended to be a loan and nonprofits may not apply for a MCCF grant to pay off or apply to the loan.

**Q: Can the nonprofit organization apply for more than one loan?**

A: No. You may only have one active loan at a time. An organization will be eligible for another loan once the active one is paid in full.

**Q: If the nonprofit organization has a loan, is it eligible to apply for an unrestricted grant?**

A: Yes, you may apply for an unrestricted grant. The purpose of the grant may not be to pay off an existing loan.

**Q: You stated that the loan would be a 0% or low interest loan. What determines the interest rate?**

A: All loans made prior to May 1, 2021 will be at 0%, rates beyond that date are subject to be at a higher rate however rates beyond May 1, 2021 have not been determined at this time.

**Q: Do I have to be a customer of Hoosier Heartland State Bank to apply for the loan?**

A: No, however you will be required to have a checking account with HHSB prior to closing the loan.

**Q: What will be the typical turnaround time to process a loan?**

A: Much of that will depend on how quickly the nonprofit can provide the required financials and documentation, but the typical turnaround time on a loan is within three weeks.

**Q: Will collateral be required in order to secure the loan?**

A: This will be reviewed on a case by case basis by HHSB.

**Q: What are the terms of the loan?**

A: A loan may be for a maximum of five (5) years.

**Q: What happens if the organization is unable to pay the loan?**

A: Communication among HHSB, MCCF and the nonprofit organization is crucial, so if there will be difficulty with a payment, please notify HHSB immediately. However, it is important to know that the normal collection process will ensue for defaulted loans.