



CEN·CAL
Business Finance Group

June 2022 Newsletter

SBA 504 20-year rates 5.127%, fixed.

SBA 504 25-year rate 5.187%, fixed.

SBA 504 25-year REFI rate 5.200%, fixed.

SBA 504 10-year rates 4.922%, fixed.

City Revolving Loan fund rate 6.50%, fixed.

City Business Recovery Loan Fund Rate: Prime + 0%.

Rate information: **Rates are up slightly this month, by 0.070 points.** Since November 2021, rates are up over two points. Two or three more increases are expected throughout the rest of 2022, the first of which is expected to be a 0.50% increase this week. This is primarily due to growing concerns over inflation and the Russia-Ukraine War. The increase in Fed rates have also triggered banks to raise rates. Materials are expected to increase 15 to 20 percent this year while labor costs are expected to increase as much as 15 percent. The SBA's turnaround time for approvals has slowed to 15 business days, and servicing action times have improved to 6 business days.

In May, we had 4 SBA approvals. Tri Counties Bank, Central Valley, Fresno First and Chase Bank all had 1 approval. Year to date we have 24 SBA approvals; Tri Counties Bank continues leads with 9 Loan approvals, followed by Fresno First Bank with 4, Central Valley Community Bank with 3, WestAmerica Bank and Community West Bank with 2 approvals each. Mechanics Bank, Valley Republic Bank, Premier Valley Bank, and Chase Bank each have one loan approval. THANK YOU to all our participating banks for your referrals.

BUSINESS RECOVERY RLF MICRO LOANS are still available for working capital loans for businesses recovering from the effects of Covid-19 **in the City of Fresno.** Thank you.

Please visit our website at <https://cencalfinance.com/>

On FACEBOOK at <https://www.facebook.com/cencalfinance/?ref=bookmarks>

Or on LinkedIn at <https://www.linkedin.com/company/cen-cal-business-finance-group>

The SBA 504 Real Estate Program continues to be a great way to finance the acquisition and/or construction of commercial real estate for owner-users. 504 loans can be used to finance up to **90%** of the cost of your real estate project. 504 Loan can also be used to finance up to 85% of the cost of special use properties, such as cold storage facilities, urgent care, and surgery centers.

For Additional Information Contact: Cal Cain (559) 905-5636 or (559) 227-1158