

Attachment 24A

Explanatory Note for Small Business Administration (SBA) Report November 2, 2009

SBA established three TAFS accounts for Recovery Act appropriations, which fund a total of 16 projects/activities.

1. SBA received \$69 million in appropriations to fund Salary and Expenses for 11 projects that are Categorically Excluded (Line 1 of Page 2 of the spreadsheet). As of September 30, 2009, over \$9 million in ARRA funding has been obligated for these 11 projects, which are:
 - a. One Microloan Grant project
 - b. One Automation project
 - c. Nine Capital Access Projects:
 - i. Section 501: Fee Reduction/Elimination
 - ii. Section 502: 90% Guarantee
 - iii. Section 503: Secondary Market Guarantee Authority
 - iv. Section 504: Certified Development Company (CDC) Lending (low interest financing & job creation goals)
 - v. Section 505: Small Business Investment Company (SBIC) Program changes
 - vi. Section 506: Business Stabilization (America's Recovery Capital [ARC] Loans)
 - vii. Section 508: Surety Bonds
 - viii. Section 509: Secondary Market Lending Authority
 - ix. Microloans
2. SBA received \$15 million in appropriations to fund one project in the Surety Bond Guarantee program that is Categorically Excluded. As of September 30, 2009, no funds have been obligated for this project.
3. SBA received \$636 million in credit subsidy appropriations to fund four projects where there is no SBA discretionary decision making and which therefore did not require NEPA review. These projects and activities accounted for over \$313 million in ARRA funding that has been obligated for the business loan program as of September 30, 2009, which is an increase of \$195 million over the prior report. The four business loan projects are:
 - a. Two projects in the guaranteed loan programs (fee reduction and 90% guarantee)
 - b. One project in the Microloan Program
 - c. One project in the Business Stabilization Program (now called "ARC Loans")

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