

Technical Issues Memo 06-16

To: NADCO Members (Please disseminate to all appropriate personnel)

From: Rhonda Pointon, Vice President of Regulatory Affairs, Training and Support

Subject: Community Advantage Pilot Program Extended and Comment Period Open

Date: January 5, 2016

On December 28, 2015, SBA published a notice in the Federal Register (Volume 80, No. 248) to extend the term of the Community Advantage Pilot Program and revise a number of program requirements. The Community Advantage Pilot Program, a program to increase SBA-guaranteed loans to small businesses in underserved areas, is currently set to expire March 15, 2017. With this notice, SBA is extending the pilot program until **March 31, 2020**.

SBA is requesting comments on all aspects of the CA Pilot Program. Comments are due by **February 26, 2016**. NADCO is preparing comments and will share these with the membership upon completion. We encourage you to prepare comments and copy NADCO (rpointon@nadco.org) upon your submission to SBA.

The notice also includes the below changes that are effective December 28, 2015:

- CA lenders may acquire PLP status
- Eligibility extended to Intermediary Lending Pilot Program (ILP) intermediaries
- CA loans may be sold to the SBA 7(a) secondary market
- CA loans may refinance debt
- Revised annual report deadline for CA lenders to 120 days after the lender's fiscal year
- The definition of "underserved" markets changed from "businesses eligible for Patriot Express" to "businesses eligible for SBA Veterans Advantage" and includes designated Promise Zones.

A revised Community Advantage Participation guide incorporating all changes is forthcoming.

If you would like to access this TI Memo or the Federal Register Notice via the NADCO website, please click below.

TI Memo 06-16

[Federal Register / Vol. 80, No. 248](#)