

## Small Business Lending Fund

### Program Summary

Dollars in thousands

	FY 2011 Actual	FY 2012 Estimated	FY 2013 Estimated
<b>Administration Costs</b>			
Obligations	\$42,539	\$25,590	\$25,640
Budget Authority	\$54,649	\$25,590	\$25,640
Outlays	\$33,262	\$24,822	\$24,871
<b>SBLF Program Investments Direct Loan Subsidy</b>			
Obligations	\$292,000	\$0	\$0
Budget Authority	\$292,000	\$0	\$0
Outlays	\$292,000	\$0	\$0
<b>Total Obligations</b>	<b>\$334,539</b>	<b>\$25,590</b>	<b>\$25,640</b>
<b>Total Budget Authority</b>	<b>\$346,649</b>	<b>\$25,590</b>	<b>\$25,640</b>
<b>Total Outlays, Net</b>	<b>\$325,262</b>	<b>\$24,822</b>	<b>\$24,871</b>

### Summary and Explanation of Programs

The Small Business Jobs Act of 2010 (Public Law No. 111-240) (the “Act”) established the Small Business Lending Fund (SBLF). The SBLF is a program designed to increase the availability of credit to small businesses by providing capital to eligible financial institutions with assets of less than \$10 billion, which are an important source of credit for small businesses.

In FY 2011, SBLF received 933 applications from institutions requesting a total of \$11.8 billion in funding, which includes 850 applications for \$11.6 billion from banks and thrifts and 83 applications for \$160 million from community development loan funds (CDLF).

SBLF sent preliminary approval letters to 400 applicants (349 banks and 51 CDLFs) requesting approximately \$4.8 billion in value. SBLF completed transactions with 332 institutions, which totaled \$4.03 billion in program funding.

Participating institutions estimate that they will increase their small business lending by more than \$9 billion over the next two years. In addition, Treasury currently projects that the SBLF will generate a modest profit for taxpayers of approximately \$80 million, excluding administrative costs.

In FY 2012 and forward, SBLF will transition to a new phase, focusing on asset management, dividend and interest operations, compliance and oversight, and outreach and reporting.

SBLF administrative expenses also support Office of Inspector General efforts to provide audit and investigative oversight of SBLF

### Legislative Proposals

The SBLF has no legislative proposals for FY 2013.

## **Description of Performance**

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The SBLF program office is developing a comprehensive set of performance measures to continually monitor the impact of the Fund's investments and the efficiency of its operations. The measures address two aspects of program performance:

1. Efficiency Measures (to assess the administrative aspects of the program)
  - a. The completion of application processing and funds disbursement by the program deadline (The SBLF program

- b. Completed the review and funding of all eligible program applicants by the September 27, 2011 statutory deadline.

2. Outcome Measures (to assess the impact of the program on small business lending)
  - a. Total number of participating institutions and amount invested.
  - b. Increase in small business lending by participating banks.