

Policy on Unsecured Loans for our Line of Credit (LOC)

Trustees of the Presbytery of Baltimore

Loans to member congregations:

Ordinarily such loans will

1. not exceed \$50,000 nor will the term of the loan exceed eighteen months
2. be an adjustable rate equal to the interest rate charged by the bank plus .5%

Ordinarily in requesting a loan, the session will

1. substantiate that it is in good financial standing, having paid the prior year's per capita in full and being current with its liabilities
2. submit request in writing with an explanation of how the funds will be used
3. include a copy of the congregation's most recent audit/review as stipulated by the Book of Order
4. state how they will be able to repay the loan

Loans to mission partners:

Ordinarily such loans will

1. not exceed \$100,000 nor will the term of the loan exceed eighteen months
2. be an adjustable rate equal to the interest rate charged by the bank, plus .5%
3. include a UCC filing indicating that we are first in line for repayment

Ordinarily our mission partner will

1. provide a written request with an explanation of how the funds will be used
2. include a copy of the organization's most recent audit
3. provide proof of 501(c)3 standing
4. demonstrate that it is current on all other liabilities
5. state how they will be able to repay the loan