NADCO Members,

The 504 Loan Program Central Servicing Agent (CSA) has relayed to NADCO that it will NOT apply an ACH debit to the borrower’s account to cover the loan payments due on April 1, 2020 for all 504 loans in regular servicing status. Under the CARES Act, SBA will pay the principal, interest and any associated fees that are owed on a 504 loan in a regular servicing status to the CSA within 30 days of April 1. SBA will continue to make these loan payments to the CSA for the 6-month period beginning April 1, 2020.

NADCO thanks the SBA and CSA for this information and their continued work on behalf of U.S. small businesses. Please be patient as we wait for additional guidance.

Stay safe,

Rhonda Pointon
President & CEO