

**Private Small Craft Harbor Loan Program  
Division of Boating and Waterways  
November 19, 2020**

**Summary:**

In accordance with Harbors and Navigation Code sections 76-77.1, the Private Small Craft Harbor Loan Program provides loans to private marina owners to develop or improve privately owned boating facilities that are open to the public. Project features that can be funded include boat berthing, breakwater construction, construction dredging, harbormaster buildings, fuel docks, boat sewage pump-out facilities, restrooms, and utilities.

**Application Deadline:** February 1, 2021 for consideration in the FY2021/22 state budget process.

**Application Procedure:** Applicants are required to submit a complete application via DBW's Online Grant Application (OLGA). Applications are then evaluated competitively for available funding.

**FY2020/21 Funding Authorized:** \$5,500,000 total for public and private loans.

**Typical Loan Amount:** Varies by project. Loan amounts are determined by the specific scope of the proposed project in combination with available collateral and ability to repay the loan.

**Funding Source(s):** Harbors and Watercraft Revolving Fund.

**Eligible Loan Recipients:** Private businesses.

**Restrictions:** The project area shall be open and accessible for use and enjoyment by the general public on equal and reasonable terms.

**Payback Period:** 20 years from construction completion.

**Interest Rate:** Prime interest rate (as reported by the Wall Street Journal) plus one percent, adjusted annually each January.

**Accomplishments/Planning:** DBW is seeking outside guidance to ensure its loan programs conform with customary commercial lending practices.