



Small Business Improvement Fund

Maurice D. Cox, Commissioner

# February 2023 District Rollout



Mayor Lori E. Lightfoot



## ➤ What is SBIF?

- Program Mission
- Grant Parameters

## ➤ Getting Started:

- Is my business/property in a SBIF District?
- Which SBIF Districts are Open or On Deck?
- What are the SBIF Program Rules?
- How do I apply and what is the program timeline?
- What resources are available to help?

## ➤ February 2023 Rollout Info & Sample Project

## ➤ SBIF FAQs

## ➤ Additional Q&A

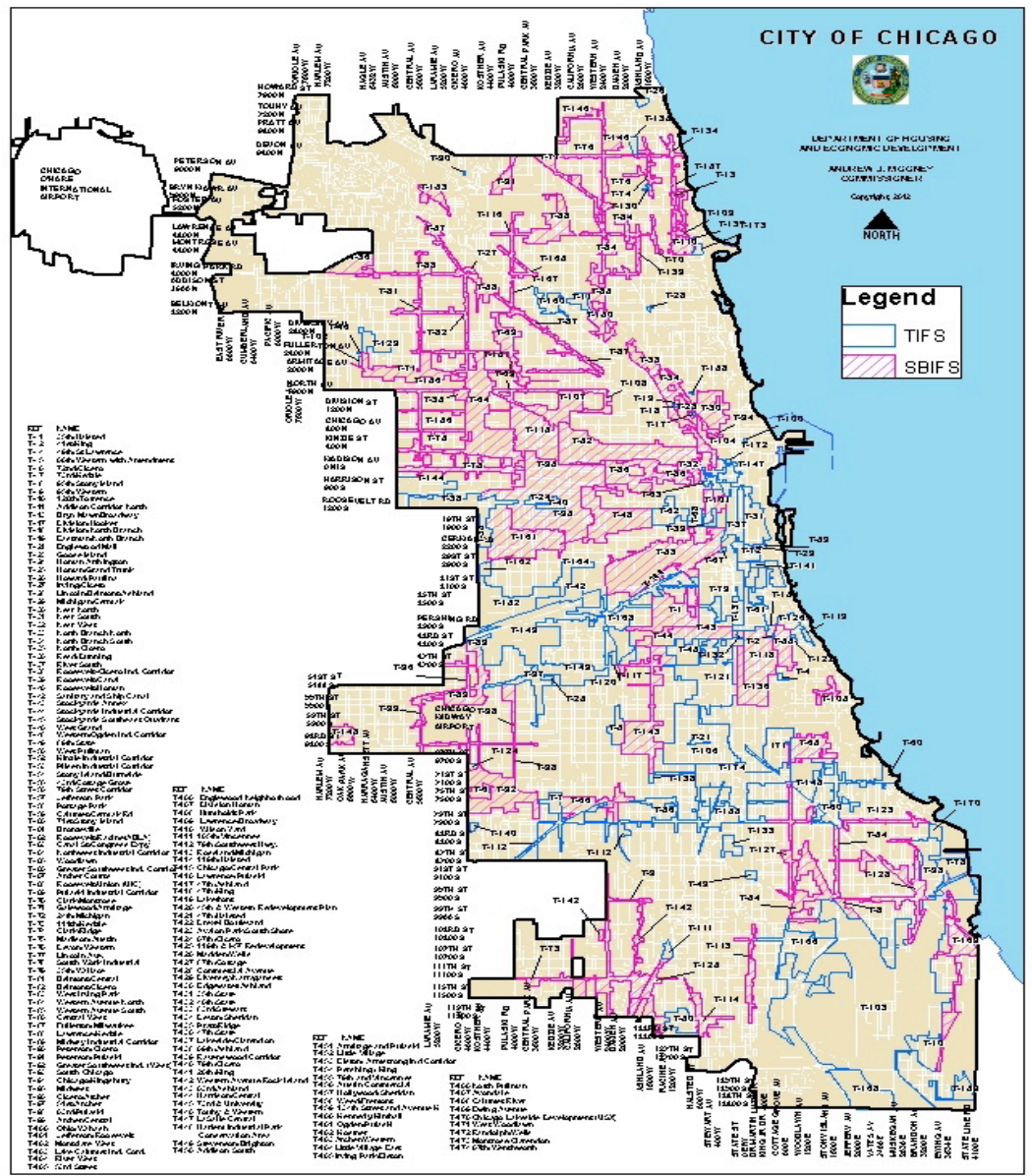


# What is SBIF: Program Mission



Launched in 1999, the City of Chicago's Small Business Improvement Fund (SBIF) promotes economic development by providing small businesses and landlords with **reimbursable grants for permanent building improvement costs**. Residential projects are not eligible.

SBIF grants use local Tax Increment Financing (TIF) revenue to reimburse grantees for the pre-approved repair or rehab of their business facilities or adjacent land acquisition. SomerCor is the program administrator contracted by the Chicago Department of Planning and Development.



## Eligible Applicants:

- **Property must be in a TIF district where SBIF funds are available and the SBIF is authorized to accept applications**
- **Landlords** - commercial or industrial properties
- **Business owners** – commercial or industrial – who own or lease their places of business
- **Tenants** with prior written approval from property owner
- **Start-ups** may apply with a business plan

\* A current Chicago business license is required

## ELIGIBILITY LIMITS

**Commercial Tenant or Owner-Occupied\***

Ave. \$9M or less gross sales per year

**Landlord - Commercial or Industrial**

\$9M or less cumulative net worth and \$500K liquid assets max per individual

**Industrial Tenant or Owner-Occupied\***

200 or fewer full-time employees

\*All owner-occupied properties are subject to both tenant and landlord requirements.



## The maximum grant amount allowed under SBIF:

- \$250,000 maximum per industrial property
- \$150,000 maximum per single owner/tenant commercial property or landlord
- \$250,000 maximum may be granted per multiple owner/tenant commercial property, with \$75,000 maximum assistance per tenant/landlord

Applicants may receive one or more grants up to their maximum program assistance. Once this maximum is reached, the applicants will need to wait three years to reapply.

## Percent of eligible project costs that can be reimbursed:

Commercial	
\$0-\$3 million in sales or net worth	90% of eligible costs
\$3-6 million in sales or net worth	60% of eligible costs
\$6-\$9 million in sales or net worth	30% of eligible costs
Industrial	
All Industrial Projects	50% of eligible costs

## SBIF Grant Calculation Example:

Grace submits an application for a SBIF grant in an open district **with a total eligible project cost of \$100,000**. She is proposing **to make permanent building improvements to her existing** retail shop, for which **she is the tenant**. **Grace has been in business for 5 years**. **Over the last 3 years, her gross sales averaged \$1.5 million**.

Her breakdown of eligible costs is as follows:

**Total Eligible Project Costs: \$100,000**

**Commercial Tenant Applicant/ gross sales under \$3M= 90% SBIF Grant**

**City responsibility (90%): \$90,000**

**Applicant responsibility (10%): \$10,000**





# Getting Started: Is my business/property in a SBIF District?



Visit [www.somercor.com/sbif](http://www.somercor.com/sbif) to see if your property is in a SBIF district:



HOME

LOANS

CITY OF CHICAGO  
SBIF

ABOUT

BLOG

COVID-19  
RESOURCES

SEARCH

## GET STARTED:

Are you in an **Open District** and ready to apply for a SBIF Grant? Review the Program Guidelines below, fill out a SBIF Application, and email it to [sbif@somercor.com](mailto:sbif@somercor.com)



1) Confirm your business  
is in a SBIF District



2) Check which SBIF  
Districts are Open



3) Review SBIF Eligibility  
Requirements



4) Review SBIF Program  
Rules

[CLICK HERE TO COMPLETE SBIF APPLICATION](#)

Step 1: Click Here

# Getting Started: Is my business/property in a SBIF District?



**SBIF Locator Tool**

Enter Address

### Small Business Improvement Fund


Department of Planning and Development

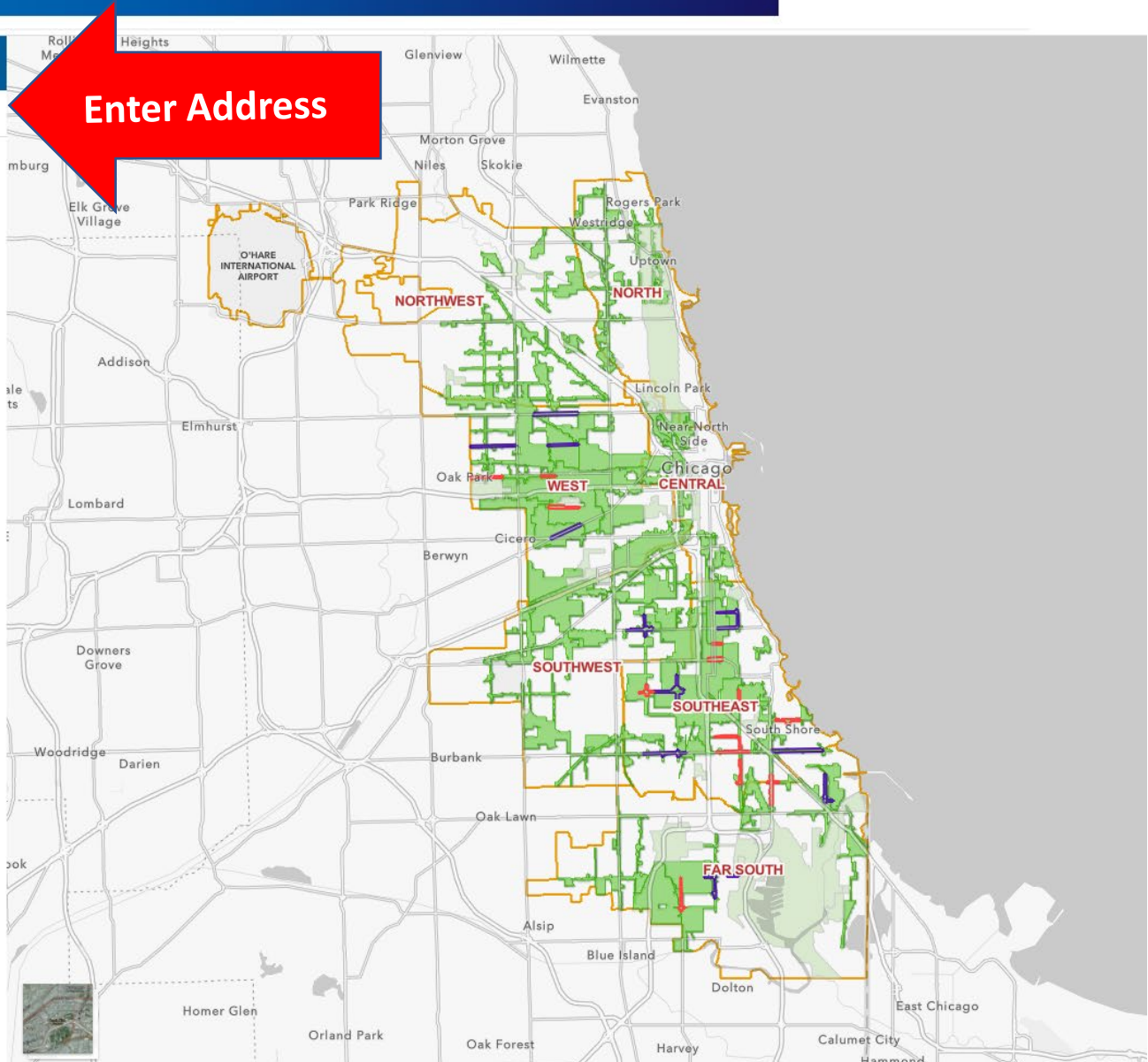
Enter the address of your business or property above to determine if it is eligible for the Small Business Improvement Fund (SBIF) and access contact information for the assigned local delegate agency. Various TIF districts across the City of Chicago open to accept SBIF applications each month. Applicants must submit their applications during the 30-day acceptance window for their TIF district to qualify for funding.

**DISCLAIMERS:**

- DPD may change the rollout schedule as needed.
- This search tool is a useful guide for residents, however, it is not direct evidence that your address is located in a TIF district. The best way to confirm if your address is located in a TIF is to check your most recent property tax bill. For additional assistance in confirming, contact [sbif@somercor.com](mailto:sbif@somercor.com).

[Learn more about the eligibility requirements for the SBIF program here.](#)







# Getting Started: Is my business/property in a SBIF District?



**SBIF Locator Tool**

1008 W 79TH ST, 60620

Results:2

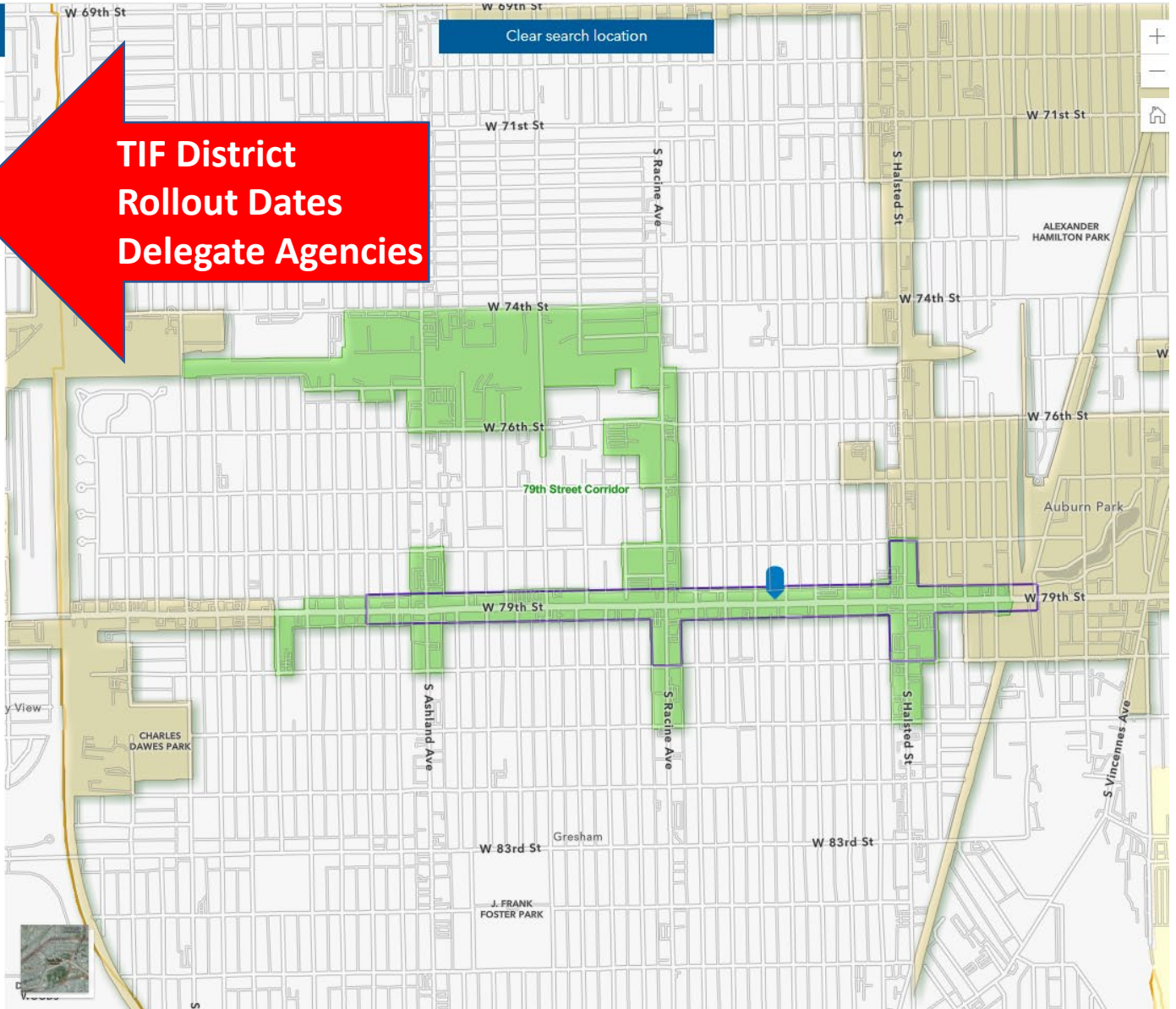
**This property is located in the 79th Street Corridor TIF**

SBIF Application Period	August 2022
Delegate Agencies	Greater Auburn Gresham Development Corporation www.gagdc.org 773.483.3696

**This property is located in the 79th St Ashland Invest South/West Corridor**

*In the case of a lottery to determine the order in which SBIF applications will be reviewed, applications for properties in INVEST South/West Corridors and SBIF Target Corridors will be given priority.*

**TIF District  
Rollout Dates  
Delegate Agencies**



# Getting Started: Which SBIF Districts are Open or On Deck?



Eligible SBIF districts in Chicago span neighborhoods on the North, South, and West Sides. **Each month marks a new 30-day period in which SBIF districts with available funds open for applications.** Notice of district openings are provided to the relevant Aldermen, posted on the DPD and SomerCor websites, and included in the SBIF Gram.

Visit [www.somercor.com/sbif](http://www.somercor.com/sbif) for the most up to date list of Open and On Deck Districts.



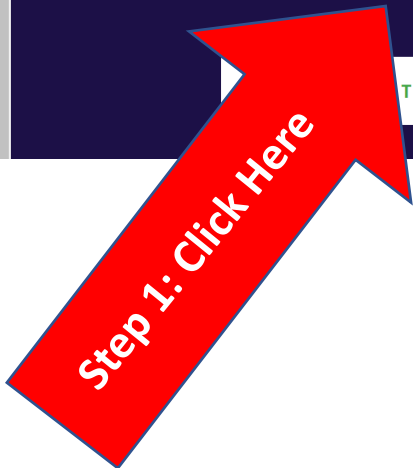
- HOME
- LOANS
- CITY OF CHICAGO SBIF
- ABOUT
- BLOG
- COVID-19 RESOURCES
- SEARCH

**GET STARTED:**

Are you in an **Open District** and ready to apply for a SBIF Grant? Review the Program Guidelines below, fill out a SBIF Application, and email it to [sbif@somercor.com](mailto:sbif@somercor.com)

- 1) Confirm your business is in a SBIF District
- 2) Check which SBIF Districts are Open
- 3) Review SBIF Eligibility Requirements
- 4) Review SBIF Program Rules

[CLICK HERE TO COMPLETE SBIF APPLICATION](#)



- HOME
- LOANS
- CITY OF CHICAGO SBIF
- ABOUT
- BLOG
- COVID-19 RESOURCES
- CONTACT US
- GET STARTED

SEARCH



## Open SBIF Districts

District Name	Open Date	Close Date	District Map
43rd/Cottage Grove	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Bronzeville	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Jefferson Park	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Lincoln Avenue	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Pilsen Industrial Corridor	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Portage Park	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>
Washington Park	January 3, 2022	February 1, 2022	<a href="#">Map Link</a>

## On Deck SBIF Districts

District Name	Open Date	Close Date	District Map
24th/Michigan	February 1, 2022	March 2, 2022	<a href="#">Map Link</a>
Clark/Montrose	February 1, 2022	March 2, 2022	<a href="#">Map Link</a>
Devon/Western	February 1, 2022	March 2, 2022	<a href="#">Map Link</a>
Galewood/Armitage Industrial	February 1, 2022	March 2, 2022	<a href="#">Map Link</a>
Humboldt Park Commercial	February 1, 2022	March 2, 2022	<a href="#">Map Link</a>





## What business and organization types are ineligible to apply?

- chain and franchise businesses
- branch banks
- day labor employment agencies
- currency exchanges
- pay day or title secured loan stores
- pawn shops
- fortune telling services
- liquor stores
- night clubs
- adult uses
- private clubs
- track wagering facilities
- K-12 schools
- gas stations
- firearms dealers
- places of worship
- smoke shops/cigar lounges
- tobacco dealers
- products and accessories
- residential storage warehouses
- trailer-storage yards
- junk yards
- not-for-profit social clubs
- not-for-profit organizations that have a national affiliation

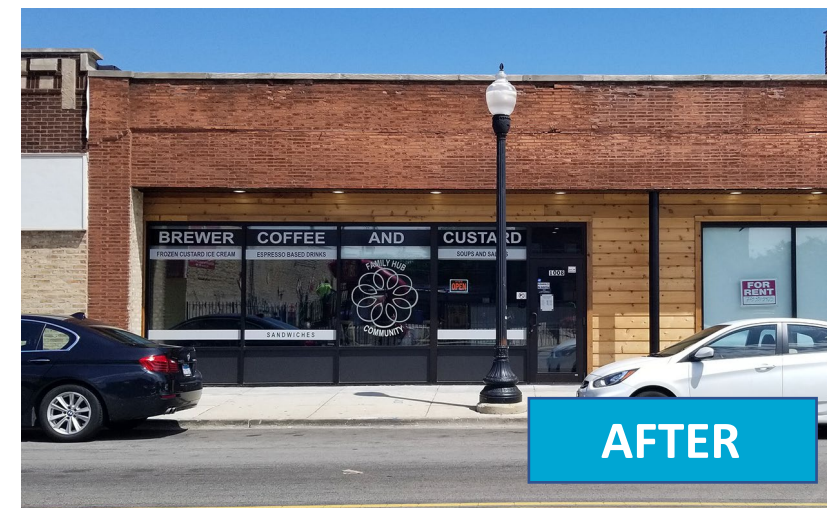
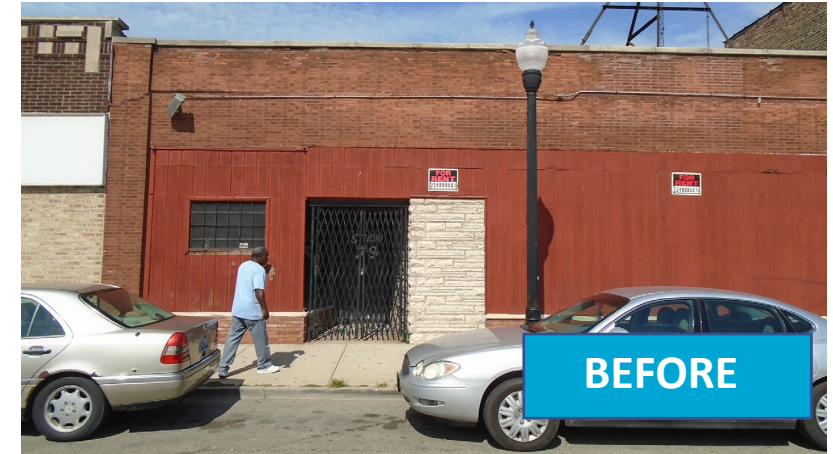
This list is not comprehensive.



## What improvement costs are eligible for SBIF funding?

- roof and facade
- components of signs or awnings which are permanently affixed to the building
- alterations or structures needed for ADA compliance (e.g., railings or ramps)
- HVAC and other mechanical systems
- plumbing and electrical work
- certain project-related architectural and construction management fees related to the project
- certain environmental remediation measures
- permanent interior renovations, including fixtures
- the purchase of adjacent land parcels for purposes of expansion or parking

The list above is not comprehensive.



## What improvement costs ineligible for SBIF funding?

- new construction (additions/expansions, “ground up”)
- stand-alone minor repairs or cosmetic improvements
- equipment-related expenses (e.g. kitchen appliances, computers, office furniture)
- planters surrounding or affixed to buildings
- outdoor dining or drinking areas including roof decks, beer gardens, outdoor patios, balconies, awnings, porches, and decks
- fencing including pergolas, trellises, arbors, privacy screens, and similar structures
- parking lot construction or repair
- landscaping
- work on the interior of residential units

The list above is not comprehensive.





## What are the SBIF design requirements?

In order to receive funding, projects must conform to design requirements including meeting DPD's Design Guidelines (found at [www.somercor.com/sbif](http://www.somercor.com/sbif)). Projects shall also comply with design guidelines and additional neighborhood requirements as described in guidelines, style guides, community plans and other planning documents associated with the TIF area and neighborhood in which the property is located.

**Applicants are strongly advised to consult with SomerCor and design professionals on design requirements and guidelines before drawing up plans for work.**

**All applicants for commercial properties who are approved for a grant of \$25,000 or greater shall be required to make at least one exterior improvement using at least ten percent (10%) of the maximum amount of their approved grant, including but not limited to, facade repair, windows and doors, and other exterior improvements eligible subject to DPD approval. This requirement can be waived at DPD's sole discretion if the applicant can demonstrate to DPD's satisfaction that no exterior improvements are needed because improvements have been recently completed or the exterior features of the building have been well-maintained and are consistent with [DPD's Design Guidelines](#).**

## What measures are in place to ensure applicant compliance with program rules?

- Checks will be performed on all applicants during the approval stage to ensure that they are current on property taxes, complying with child support laws, and not indebted to the City. Any scofflaw debt or delinquent child support payments cleared with the City of Chicago via a payment plan, must be in compliance before any reimbursement will be made for eligible costs incurred. Additionally, all applicants must be current on property taxes prior to any reimbursement.
- Each applicant will sign an Economic Disclosure Affidavit.
- Grantees will be required to sign an affidavit certifying that they will not relocate out of the TIF district or sell the business within a three-year period following disbursement of funds.
- In cases of SBIF reimbursement for land purchase, proof of land ownership will be required before reimbursement may be made.



Download a copy of the SBIF application at [www.somercor.com/sbif](http://www.somercor.com/sbif).  
To apply, complete the application and email to [sbif@somercor.com](mailto:sbif@somercor.com) within the designated open period.



HOME

LOANS

CITY OF CHICAGO  
SBIF

ABOUT

BLOG

COVID-19  
RESOURCES

SEARCH

## GET STARTED:

Are you in an **Open District** and ready to apply for a SBIF Grant? Review the Program Guidelines below, fill out a SBIF Application, and email it to [sbif@somercor.com](mailto:sbif@somercor.com)



1) **Confirm your business is in a SBIF District**



2) **Check which SBIF Districts are Open**

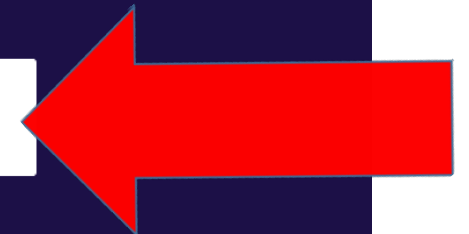


3) **Review SBIF Eligibility Requirements**



4) **Review SBIF Program Rules**

[CLICK HERE TO COMPLETE SBIF APPLICATION](#)





# Getting Started: What is the SBIF Program timeline?



**Stage 1** - Applicant supplies any missing information to complete their application: up to 20 days

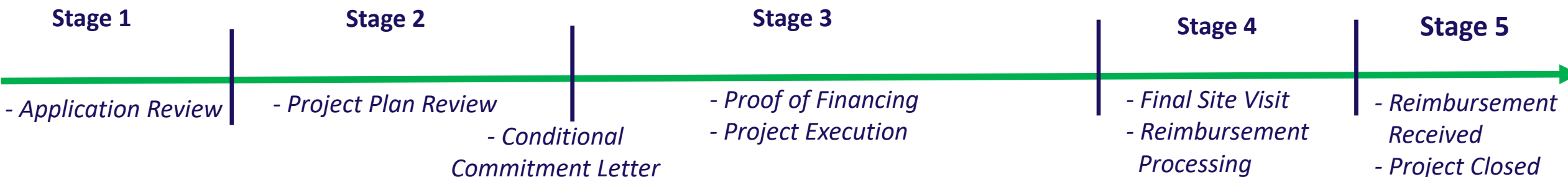
**Stage 2** - Plans, bids, and specs, are obtained, debts are cured: up to 120 days

Note: Stage 1 and 2 must be completed before final review and project approval by the DPD. If approved, you will receive your “Conditional Commitment Letter” signaling you are able to begin construction.

**Stage 3** – Project construction: up to 10 months. Proof of permit or permit application (concurrent with 10-month construction phase) must be submitted within 120 days following the date of the commitment letter

**Stage 3.4** – Applicant provides proof of sufficient funds to complete the project: up to 120 days following the date of the commitment letter, the applicant must prove they currently have sufficient equity to complete the project, at least 50% of the funds needed to cover the total project costs.

**Stage 4** – Reimbursement processing: 4-6 weeks



# Getting Started: What is the SBIF Program timeline?



**Unless DPD has granted an extension of time, applicants who do not complete each stage within the required phase time limit will be disqualified.**

A maximum of two extensions may be granted with DPD approval in the case of unavoidable delay due to extraordinary circumstances. DPD (not SomerCor) also may on a case-by-case basis grant a Grant-Eligible Application an additional amount of time to complete any Program requirement. In such case, DPD shall have discretion to determine the appropriate length of the extension.



# Getting Started: What is the SBIF Program timeline?



**What is required to deem a project completed and receive grant funds?**

- **Required proof of payment documentation is sent to SomerCor for review**
  - ✓ Sworn statement
  - ✓ Invoices
  - ✓ Cancelled checks
  - ✓ Waivers of lien
- **SomerCor completes a final site visit**
- **Submit a copy of building permit(s)**



**→ Within 4-6 weeks the grant payment will be received by check**



# Getting Started: What resources are available to help?



Visit [www.somercor.com/sbif](http://www.somercor.com/sbif) to access resources to support your SBIF project.



HOME

LOANS

CITY OF CHICAGO  
SBIF

ABOUT

BLOG

COVID-19  
RESOURCES

SEARCH

## ADDITIONAL SBIF RESOURCES:



**SBIF Lottery Results**



**SBIF Design Guidelines**



**SBIF Lenders**



**SBIF Contractors**



**SBIF Technical Assistance  
Providers**



**Small Business Resources**

# Getting Started: What resources are available to help?



**Get to know your local delegate agency!  
These organizations are assigned to assist small business owners in the  
SBIF Districts opening in February 2023.**

## **79<sup>th</sup>/Southwest Highway & Midway Industrial**

### **Greater Southwest Development Corporation**

Tina James

c.james@greatersouthwest.org / 773.436.1000



GREATER SOUTHWEST  
DEVELOPMENT CORPORATION

## **79<sup>th</sup>/Southwest Highway**

### **Greater Ashburn Planning Association**

Shaun Pinkston

info@gadachicago.org / 773.436.2482



### **Greater Auburn Gresham Development Corp**

Carlos Nelson

cnelson@gagdc.org / 773.483.3696



## **Midwest Industrial Corridor**

### **Back of the Yards Neighborhood Council**

Craig Chico

cchico@bync.org / 872.281.7832



### **Garfield Ridge Chamber of Commerce**

Mary Ellen Brown

meb6128@live.com / 773.767.0014

## **West Woodlawn**

### **Chicago's Sunshine Enterprise, Inc**

Laura Lane

laura@sunshineenterprises.com / 773.904.9800



### **South East Chicago Commission**

Diane Burnham

diane@secc-chicago.org / 773.324.6926

# Getting Started: What resources are available to help?



**Get to know your local delegate agency!**  
**These organizations are assigned to assist small business owners in the SBIF Districts opening in February 2023.**



## **Clark/Montrose**

### [Andersonville Chamber of Commerce](#)

Laura Austin

[Laustin@andersonville.org](mailto:Laustin@andersonville.org) / 773.728.2995



## **Clark/Ridge**

### [Greater Ravenswood Chamber of Commerce](#)

Gene Wagendorf

[gene@ravenswoodchicago.org](mailto:gene@ravenswoodchicago.org) / 773.975.2088



### [Edgewater Chamber of Commerce](#)

Christina Pfitzinger

[christina@edgewater.org](mailto:christina@edgewater.org) / 773.561.6000



### [Rogers Park Business Alliance](#)

Rebeca Fernández

[rfernandez@rpba.org](mailto:rfernandez@rpba.org) / 773.508.5885



## **Lincoln Avenue**

John Blick

[john@exploreuptown.org](mailto:john@exploreuptown.org) / 773.878.1064



### [Lincoln Bend Chamber of Commerce](#)

Lincolnbendcc@aol.com / 773.334.0614



# February 2023 Rollout Information & Sample Project

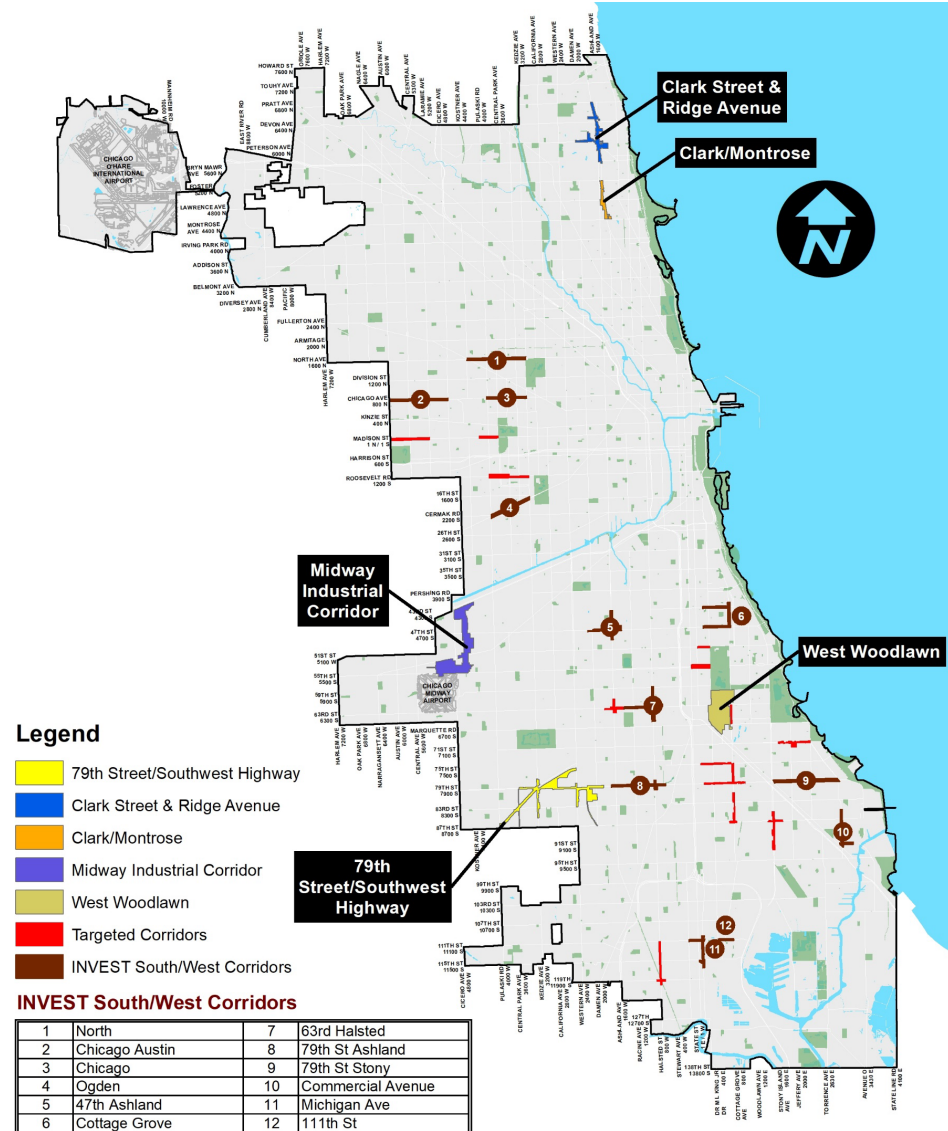


## February 2023 Open SBIF Districts Accepting Applications through March 3<sup>rd</sup> at 5PM

- 79th/Southwest Highway
- Clark/Montrose
- Clark/Ridge
- Lincoln Avenue
- Midway Industrial Corridor
- West Woodlawn

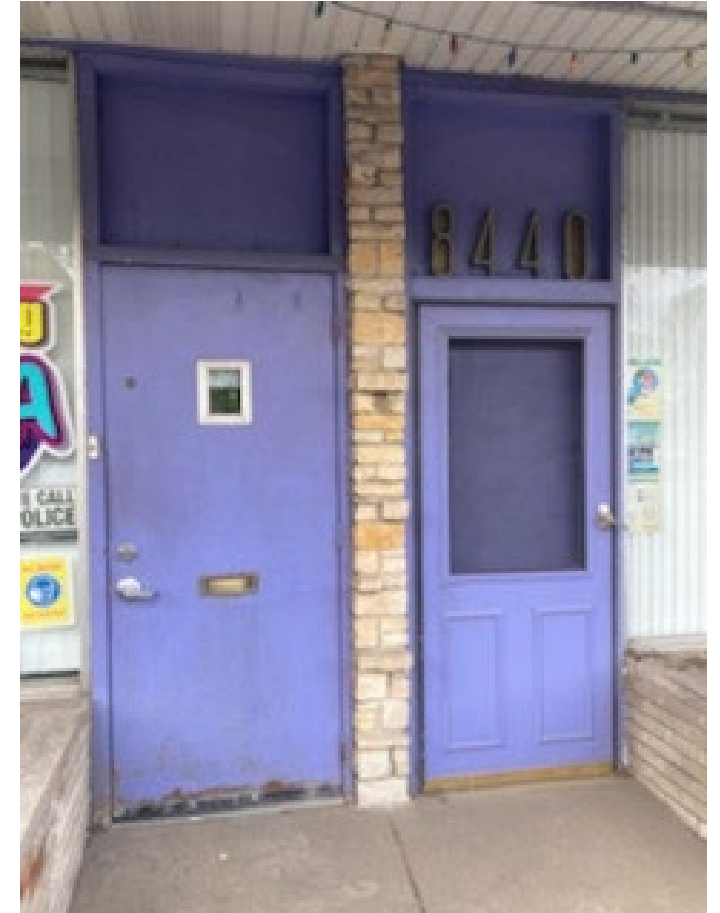
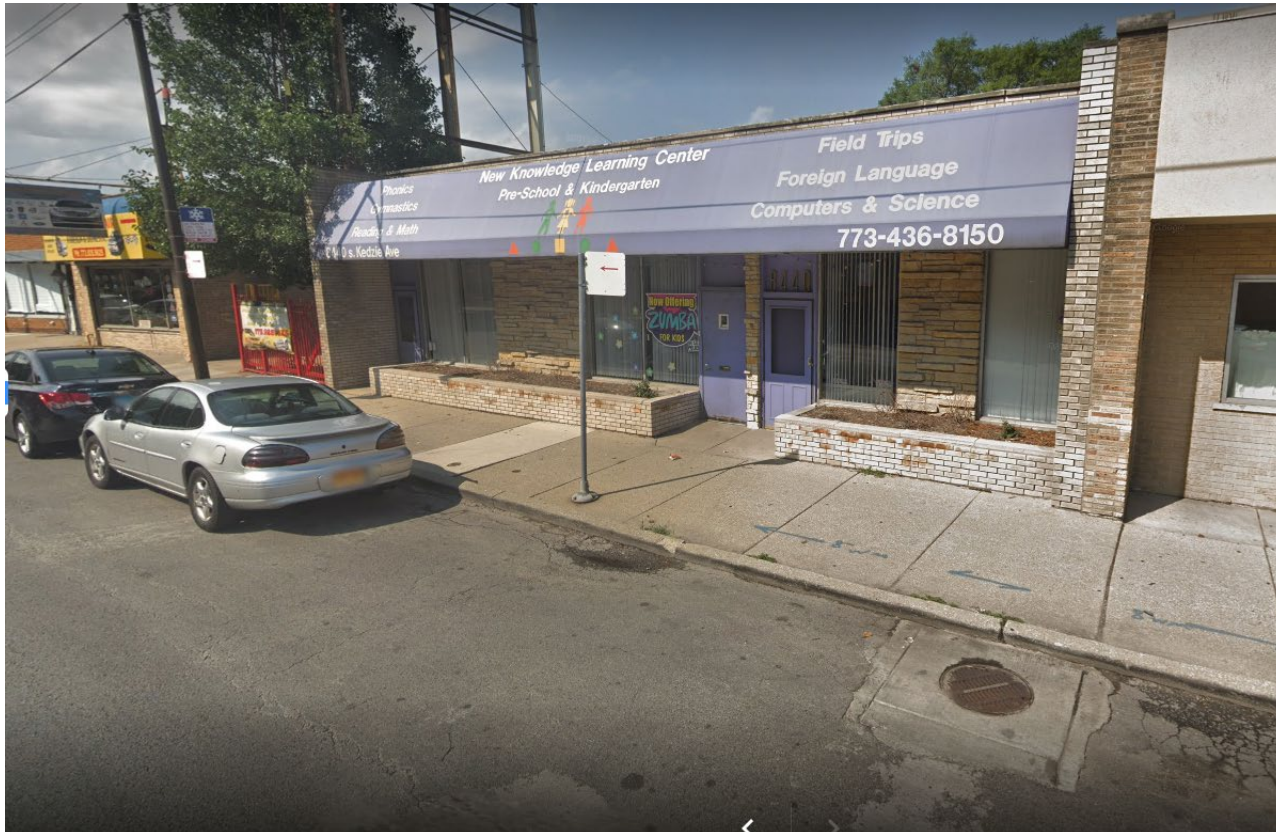
Submit via email: [sbif@somercor.com](mailto:sbif@somercor.com)

Please allow two business days for SomerCor to confirm receipt of your application via an email response. If you do not receive an email confirmation within this time, please send a follow up message or call (312) 360-3300. Applicants are responsible for making sure submissions are received within the open acceptance period.



**BEFORE**

## 79<sup>th</sup>/Southwest Highway New Knowledge Learning Center 8440 S. Kedzie Ave

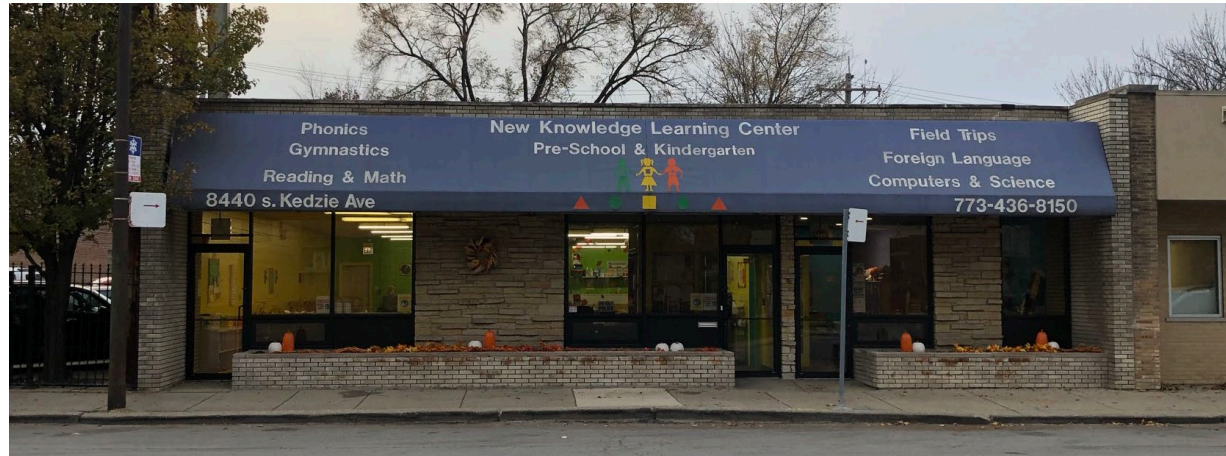




# February 2023 Rollout Information & Sample Project



**AFTER**





## **New Knowledge Learning Center Work Summary – Updates for Childcare Center:**

- Tear-off of existing roof, insulation and installation of TPO roofing system, gutters and downspouts
- Exterior masonry repairs including repairs to parapet walls for new roofing membrane
- Installation of storefront system with new aluminum framing, glass windows, and entry doors
- Replacement of three rear steel doors including hardware
- Permit fees

## What additional documents should I have on hand to submit along with my SBIF application?

- Business Tax Returns
- Proof of property ownership
- Economic Disclosure Statement & Affidavit
- Personal Financial Statement
- Affidavit of Child Support Form
- Principal Profile Form
- Jobs Created/Retained Survey
- For Start-ups, business plan and three years' projected income and expenses
- Executed lease agreement
- Affidavit and Certification of Property Owner
- Affidavit of Full-Time Equivalent Employees
- Copies of tenants' leases

**\*While not required when submitting the initial application form, please note that these items are required to complete the SBIF application process. Required documents vary depending on applicant type.**

## **What are the financial requirements to participate in the SBIF program?**

The SBIF program is a reimbursable grant, so project participants should be prepared with financing to support the permanent building improvements. Proof of financing is not required until Stage 3, but applicants are encouraged to contact their business lender or reach out to one of the lenders listed on the SomerCor website in a timely manner.

Grantees may choose to complete their projects in phases, rather than requiring 100% of the upfront costs of the project. Applicants will receive an approval for the full scope of work and construction will be completed based on necessity and contractor's recommendations. The phase disbursements will be based on progress or completion of eligible construction work.

For example, an applicant approved to complete a roof tear-off, HVAC system upgrades, and the installation of a new store front under one application can complete the work in phases. Once the roof improvements are complete and proper paperwork is submitted, the applicant can be reimbursed for that work and then use those funds to address the HVAC upgrades. And then repeat that process to be reimbursed for that and use those funds for the storefront upgrades.



## **Are start-ups or new businesses eligible?**

Yes, most start-ups can apply. Start-up applicants will need to supply a detailed business plan and projections of the business's income and expenses for its first 36 months of operation as part of their application materials. The City of Chicago reserves the right to impose additional conditions for funding in connection with start-up business applications. If you have only been in business for 1-2 years, SomerCor requires tax returns and a projection of gross sales to equal three years of data.

Please note that bars, taverns, hotels, and motel applicants must have held their applicable license and been in business for at least one calendar year.

## **Am I eligible if I live outside of Chicago?**

The important consideration is where you have your business/property. To participate in SBIF, your property must be in the City of Chicago, as the funding source comes from City of Chicago property taxes. If you live in another area, please call your city's planning, economic development, or community development department to see what other programs may be available to assist small business.

## **What if my building has both business and residential spaces?**

This program is primarily for business use, but there are mixed use exceptions. For these buildings, many envelope projects such as roofing, facade improvements, and tuck pointing can be eligible.

## **Will there be enough SBIF funds for all applicants?**

Each Tax Increment Financing (TIF) district that has the SBIF program authorized in it has limited funds reserved for the program. If demand for the SBIF funds is greater than the available funding supply, then a lottery will be conducted to determine the order in which each grant application may be accommodated. If any surplus funds become available, they will be allocated to waitlisted applicants.

Applicants for a Property located in an “INVEST South/West Corridor” shall be given priority for funding and the lottery. Applicants for a Property located in a “Target Corridor” shall be second in priority for funding and the lottery. The remaining Applicants shall be provided funding, if available, and placed on the waitlist, if applicable, after Applicants in the INVEST South/West Corridors and the Target Corridors.

## **Is there SBIF funding available in my district?**

Every SBIF area has its own budget that the City refills if it has TIF funds available and if there is a demonstrated need for more grant money. Email the SomerCor team at [sbif@somercor.com](mailto:sbif@somercor.com) to see if there are funds in your SBIF. We also maintain an interested party list for funds, which you can also send an email to [sbif@somercor.com](mailto:sbif@somercor.com) to join. When more funding becomes available, or the City allocates more funds, we will let you know. The interested party list helps the City of Chicago gauge demand for additional funding.

## **What if I am in a TIF and it is not a SBIF?**

Tax Increment Financing (TIF) is the mechanism that funds the Small Business Improvement Fund (SBIF). If you are in a TIF district and it does not have a SBIF, please contact your alderman.



# SomerCor & DPD Contact Information



**Silvia Orozco (habla español)**

SomerCor (Program Director)

**LaTonya Jones**

SomerCor (Deputy Director)

**Anastasia Williams**

SomerCor (Project Manager)

**Shalonda Fisher**

SomerCor (Project Manager)

**Justus Wright**


SomerCor (Project Manager)

**Marutinandan “Nandu” Dubey**

SomerCor (Project Manager)

**Nora Curry**

Dept. of Planning & Development

 312-744-1867

 [nora.curry@cityofchicago.org](mailto:nora.curry@cityofchicago.org)

**(312) 360-3300**

**[sbif@somercor.com](mailto:sbif@somercor.com)**

**[www.somercor.com/sbif](http://www.somercor.com/sbif) & [www.chicago.gov/sbif](http://www.chicago.gov/sbif)**

A copy of the presentation and a link to a video will be emailed to all attendees.

THANK YOU

QUESTIONS?



**DPD** | **SBIF**

Small Business Improvement Fund

