



Sustaining Alaska's Future Economy Guaranty Program (“AK SAFE”)

AK SAFE FAQs

What is the maximum amount I can borrow under AK SAFE Program?

AIDEA is authorized to issue guarantees for loans under the program to eligible borrowers for a one-time advance up to \$1 million.

How can I use the money?

The proceeds of any loans guaranteed under the AK SAFE Program may be used for any working capital purposes required by the Borrower arising from the COVID-19 economic emergency. The intent of the program is to provide needed funding to eligible borrowers in addition to the available federal programs, and to cover expenses those programs may not be addressing during this emergency.

What is AIDEA guaranteeing?

The program works with Lenders under an existing secured loan agreement in which the Lender has previously extended credit (the “Pre-existing Loan”).

AIDEA is providing a guarantee to Lenders in order to advance additional funds under that same loan agreement to make available an additional or second advance (the “Guaranteed Tranche”) through a second promissory note under the secured loan agreement with the borrower.

In order to make this second advance, AIDEA will provide the eligible business’s Lender a 100% guaranty on the amount of the Guaranteed Tranche, up to a maximum \$1 million. This is a guaranty by AIDEA for a lump sum, one time advance for the COVID-19 economic emergency under the Lender’s loan agreement, and is not available as a guaranty of a revolving amount or line of credit for re-advances.

Who is eligible under the program?

All Alaska-based businesses impacted by the COVID-19 economic emergency with an existing secured loan agreement. An Alaska-based business is defined to be a business enterprise operating in the State of Alaska whose majority interest is held by state residents.

An eligible lender under the program is defined to be all state-chartered or federally-chartered financial institutions doing business in the State of Alaska.

Where can I apply for AIDEA’s AK SAFE Guaranty?

You can apply for an AK SAFE Guaranty by first speaking with your lending institution. For other inquiries, requests for forms, and procedures on the program, please feel free to contact us by email or phone at:

Email: AKSAFE@aidea.org

Phone: 907 771 3043