

LEGISLATIVE ASSEMBLY OF THE
NORTHWEST TERRITORIES
7TH COUNCIL, 44TH SESSION

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S U M M A R Y A N D S T A T U S O F

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F U N D S I N T H E

N O R T H W E S T T E R R I T O R I E S

SMALL BUSINESS LOAN FUND

Approval Authority: Commissioner of the NWT

Purpose: Financing the purchase, installation, renovation, improvement or modernization of equipment and/or premises to be used in the course of a small business enterprise. *A small business enterprise is defined as one whose gross revenue does not exceed \$500,000 per annum.

*(note)

Limitations: a) Loans will not be made to finance the acquisition of either stock in trade or goods described in the inventory of a small business enterprise.
b) Loans will not be made to discharge any indebtedness of the applicant.

Maximum Amount: \$50,000. (temporarily imposed ceiling of \$25,000.00)

Eligibility: Loans may be made to assist business enterprises carried on in the Northwest Territories where the principal function is:
(i) manufacturing
(ii) wholesaling
(iii) retailing
(iv) service or trade

Total funds available: \$300,000 per annum within the NWT

Number of loan approved to Jan. 31/71 six (6)

Total Value \$120,000.00

ESKIMO LOAN FUND

Approval Authority: Minister of Indian Affairs and Northern Development

(Note:) Consideration is being given to the transfer of certain responsibilities respecting loan administration and approval authority to the Commissioner of the NWT during 1971.

Purpose:

- a) Finance the purchase of tools, materials and stock in trade necessary for engagement in any gainful occupation.
- b) the construction, purchase, reconditioning or repair of vehicles, vessels, canoes, aircraft, commercial buildings, shelters for fishing, hunting or trapping and furniture.
- c) the reconditioning or repair of buildings
- d) the purchase, repair or reconditioning of engines and other machinery including any ancillary equipment required for such engines and other machinery.

Maximum Amounts:

Loans up to \$50,000 may be approved by the Minister of IA and ND.

Loans exceeding \$50,000 require approval of the Treasury Board.

Total number of loans approved to date:

71

Value of loans

\$355,692.00

(included in the above figures are the number and values for the Small Boats Assistance-Program.)

SMALL BOATS ASSISTANCE PROGRAM

Basis:

20% down payment

40% grant

40% Eskimo loan

Requires 10% payment on delivery
this is included in cost price 20%
down payment.

Purpose:

Finance purchase of inboard engine
boat 26 foot length maximum for
commercial venture for Eskimo.

(number of loans and amounts included in the figures of the
Eskimo Loan Fund.)

INDIAN LOAN FUND

Approval Authority: Minister of Indian affairs and Northern Development.

(Note) Consideration is being given to the transfer of certain responsibilities respecting approval authority, to the Commissioner of the NWT during 1971.

Purpose: To authorize loans for any purpose which promotes the objectives of helping Indian people to improve their economic position.

Number of loans on books for year ending December 31, 1970 1

Value \$226.00

FISHERMENS LOAN FUND

Approval Authority: Commissioner of the NWT

Purpose: To assist licensed fishermen of the NWT to purchase a fishing boat or a fishing boat engine or for effecting repairs and improvements to hull, superstructure and engine at the time of purchase. Arrangements were made with the chartered banks to provide loans for this purpose against a guarantee from the Government of the Northwest Territories.

Limitations: Loans will not be made for the purchase of non-capital equipment.

Maximum Amount: Up to 100% of the appraised value of the boat including repairs and improvements approved by the Loan Board plus the cost of placing insurance against loss on the boat.

Eligibility: Loans may only be made to licensed commercial fishermen.

Total funds available: \$400,000 (Maximum of loans to be guaranteed at any one time)

Number of loans approved to Dec. 31/70: Seventy-Two (72)

Total Value of loans approved to Dec. 31/70 \$211,289.00