

**The 194th General Court of the Commonwealth of Massachusetts  
2025-2026  
Bill Summary**

**Bill No:** H1348

**Title:** An Act to establish the Massachusetts loan loss guarantee program for community development financial institutions

**Sponsor:** Rep. Bud Williams

**Committee:** Financial Services

**Hearing Date:** November 18<sup>th</sup>, 2025

**Reporting Date:** January 17<sup>th</sup>, 2026

**Similar Matters:**

**Prior History:** New File

**Current Law:**

N/A

**Summary:**

This bill creates the Massachusetts Loan Loss Guarantee Program to support community development financial institutions (CDFIs) and other nonprofit or non-traditional lenders. It allows the state to guarantee up to 80% of eligible loan losses especially for loans that help small and minority-owned businesses, worker cooperatives, and underserved communities. The program will be funded by state appropriations, private contributions, and fees, and will be guided by an advisory board that includes community and financial leaders like BECMA, MACDC, and The Boston Foundation.