

STREAMLINE HEALTH SOLUTIONS INC.

Form 8-K

January 08, 2008



**TABLE OF CONTENTS**

Item 2.03 CREATION OF A DIRECT FINANCIAL OBLIGATION

Item 9.01 Financial Statements and Exhibits

Signatures

INDEX TO EXHIBITS

EX-10.1

EX-10.2

---

**Table of Contents**

**Item 2.03 CREATION OF A DIRECT FINANCIAL OBLIGATION**

On January 7, 2008, Streamline Health, Inc., a wholly owned subsidiary of Streamline Health Solutions, Inc., entered into a new revolving loan agreement with the Fifth Third Bank, Cincinnati, OH, in the principal amount of \$500,000. The interest rate on amounts borrowed will accrue at a variable rate from the Prime Rate to the Prime Rate plus 3%, based on the ratio of the funded indebtedness to the trailing twelve months earnings before interest, taxes, depreciation and amortization (EBITDA). The agreement contains other covenants including; Minimum Tangible Net Worth, Fixed Charge Coverage Ratio and Funded Indebtedness to EBITDA. The loan is guaranteed by the Registrant and is secured by a first lien on all of the assets of the Registrant and its subsidiary. The complete terms of this loan are set forth in the Revolving Note and Continuing Guarantee Agreement attached as Exhibits 10.1 & 10.2.

This new temporary facility expires on April 30, 2008, and replaces the previous Revolving Loan Facility entered into in January 2007 with the Fifth Third Bank. Currently the Registrant is soliciting proposals from additional lenders, and the Registrant expects to enter into a new longer term agreement prior to April 30, 2008.

Streamline Health believes that its present cash position, combined with cash generation currently anticipated from operations will be sufficient to meet anticipated cash requirements for the short term and the Registrant will not be required to use this temporary facility in the short term.

**Item 9.01 Financial Statements and Exhibits**

(c) Exhibits

EXHIBIT NUMBER	DESCRIPTION
10.1	Revolving Note, dated December 14, 2007
10.2	Continuing Guarantee Agreement, dated December 14, 2007

**Table of Contents**

**Signatures**

Pursuant to the requirements of the Securities Act of 1934, registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

Streamline Health Solutions, Inc.

Date: January 7, 2008

By: /s/ Paul W. Bridge, Jr.  
Paul W. Bridge, Jr.  
Chief Financial Officer

3

---

**Table of Contents**

INDEX TO EXHIBITS

Exhibit No.    Description of Exhibit

**Exhibit 10.1**    Revolving Note, dated December 14, 2007

**Exhibit 10.2**    Continuing Guarantee Agreement, dated December 14, 2007

4