

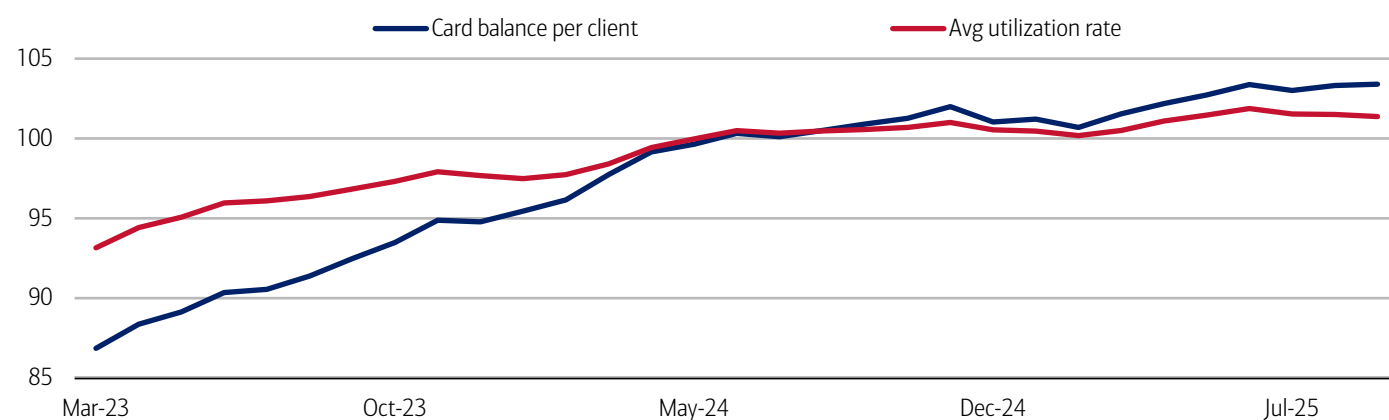
Daily Insights

Mixed signals for small business credit

17 October 2025

In September, the average small business credit card utilization rate was only up 1% from the 2024 average

Small business credit card balance per client (monthly, indexed, 2024 average = 100, 3-month moving average (mma)) and average (avg) small business credit card utilization rate (monthly, 3-mma, indexed, 2024 average = 100)



Source: Bank of America internal data

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According to Bank of America internal data, credit card balances per small business client were up 3% in September from the 2024 average. Reflecting this, there was a 1% increase in the indexed average credit card monthly utilization rate for small businesses. This suggests that some are carrying over balances or delaying payments.

Even so, tightening of lending standards from banks has eased. According to the latest Federal Reserve Board Senior Loan Officer Opinion Survey (SLOOS), fewer banks report stricter lending to small firms than large ones, indicating that credit access remains relatively resilient.

For more of our unique insights, drawn from a robust data set that serves approximately 4 million small business households, check out our recent publication, [Small Business Checkpoint: Profits growing, jobs slowing](#).

Methodology

Selected Bank of America transaction data is used to inform the macroeconomic views expressed in this report and should be considered in the context of other economic indicators and publicly available information. In certain instances, the data may provide directional and/or predictive value. The data used is not comprehensive; it is based on **aggregated and anonymized** selections of Bank of America data and may reflect a degree of selection bias and limitations on the data available.

Any **Small Business** payments data represents aggregate spend from Small Business clients with a deposit account or a Small Business credit card. Payroll payments data include channels such as ACH (automated clearing house), bill pay, checks and wire. Bank of America per Small Business client data represents activity spending from active Small Business clients with a deposit account or a Small Business credit card and at least one transaction in each month. Small businesses in this report include business clients within Bank of America and are generally defined as under \$5mm in annual sales revenue.

Unless otherwise stated, data is not adjusted for seasonality, processing days or portfolio changes, and may be subject to periodic revisions.

Revenue tiers are determined by the combination of following factors: 1) stated revenue on small businesses credit applications, 2) actual account inflow into Bank of America Deposit Accounts, and 3) third party revenue estimation.

The alternative hiring indicator consists of payments from Bank of America small business clients to small business-focused hiring firms which include both direct deposits through Automated Clearing House (ACH) and payments via credit and debit cards.

Data regarding merchants who receive payments are identified and classified by the Merchant Categorization Code (MCC) defined by financial services companies. The data are mapped using proprietary methods from the MCCs to the North American Industry Classification System (NAICS), which is also used by the Census Bureau, in order to classify spending data by subsector. Spending data may also be classified by other proprietary methods not using MCCs.

Additional information about the methodology used to aggregate the data is available upon request.

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Disclosures

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