

# Coronavirus Pandemic Emergency Funding for Small Businesses

## ECONOMIC INJURY DISASTER LOAN

A low-interest, fixed rate loan that can provide up to \$2 million in assistance for small businesses that can be used to pay immediate expenses during an emergency.

### WHAT IS AN EIDL GRANT?

The CARES Act creates a new \$10 billion grant program, leveraging SBA's Office of Disaster Assistance to provide small businesses with quick, much-needed capital.

### WHO IS ELIGIBLE?

Private nonprofit organizations, small agricultural cooperatives, Businesses; cooperatives; ESOPs; and tribal business concerns with 500 or fewer employees, Independent contractors, Sole proprietors (whether or not self-employed)

### HOW DOES THE PROCESS WORK?

Eligible applicants who apply for an EIDL may request up to \$10,000 be immediately disbursed. The amount need not be repaid, regardless of the loan decision. EIDL borrowers may apply for the Paycheck Protection Program, but when determining loan forgiveness, the advance EIDL grant is taken into consideration.

### HOW CAN I APPLY?

There are a couple of ways to apply. The SBA has an online portal (<http://covid19relief.sba.gov>) where small businesses can upload documents and apply for a loan, or they can download the PDF on the agency's website and mail the forms.

### HOW MUCH?

A million small businesses are eligible to receive up to \$10,000.

### HOW CAN I USE IT?

Any allowable purpose under the EIDL program. Provide paid sick leave, maintain payroll, and meet increased costs. Make rent or mortgage payments, and repaying unmet obligations.

## PAYCHECK PROTECTION PROGRAM

A new \$350 billion loan program at SBA for small businesses, self-employed, and gig workers to help them stay afloat during the COVID-19 pandemic. If employers maintain payroll, the loans would be forgiven.

### WHAT IS THE PAYCHECK PROTECTION PROGRAM?

A new \$350 billion loan program at SBA for small businesses, self-employed, and gig workers to help them stay afloat during the COVID-19 pandemic. If employers maintain payroll, the loans would be forgiven.

### WHO IS ELIGIBLE?

Any business concern, 501 (c) (3) organization, veteran's organization, or Tribal business concern that employs no more than 500 employees (or the size standard in number of employees established by the Administration for the industry in which such business operates), Sole proprietors, Independent contractors, Self-employed individuals

### HOW DOES THE PROCESS WORK?

All current 7(a) lenders are eligible lenders. Plus, the Department of Treasury will authorize new lenders to help expedite the processing and delivery of capital to small businesses.

### HOW CAN I APPLY?

Any SBA approved bank or lending institution

### HOW MUCH?

The maximum size of the loan is 250% of an employer's average monthly payroll cost during the period Feb. 15, 2019 to June 30, 2019, capped at \$10 million.

### HOW CAN I USE IT?

Employee compensation, including: salaries, wages, commissions, or similar compensation; cash tips or equivalents; vacation, parental, family, medical, or sick leave; payment required for providing group health care benefits (including insurance premiums); payment of retirement benefits; and payroll taxes. Any compensation or income of a sole proprietor or independent contractor no greater than \$100,000 in one year, Payment of interest on mortgage obligations, rent, utilities, and interest on pre-existing debt obligations