

SBA Loan Assistance



Current:
Economic Injury Disaster Loan (EIDL)

Pending:
**Paycheck Protection Program
(CARES Act)**



Economic Injury Disaster Loan (EIDL)





EIDL specifics

- Declaration must first be made by state Governor to SBA with approval process to follow.
- Loans available up to \$2 million.
- Loan interest rates are 3.75% for small businesses and 2.75% for nonprofits (currently, there is no provision to lower the rates).
- Employers with 500 employees or less are eligible.



EIDL specifics (cont.)

- Maximum loan term of up to 30 years (term is determined on a case-by-case basis).
- Must have applicable credit history.
- Must show ability to repay loan.
- Collateral is required for loans over \$25,000. SBA accepts real estate as collateral when applicable. SBA will not decline a loan for lack of collateral and will require borrower pledge collateral that is available.

The background features a blurred document with a line graph. The graph has four data points connected by a thin line, with a pen tip resting on the final point. The overall scene is in grayscale, with the text providing the primary color contrast.

Paycheck Protection Program **CARES Act**





Paycheck Protection Program specifics

**CARES Act is currently in legislation; will update details as information is provided*

- Loans available up to \$10 million.
- Loan amount is calculated at 2.5 times average payroll expenses over a 12-month period.
- Loan interest rates capped at 4%.
- Maximum loan term of up to 10 years (term is determined on a case-by-case basis).
- Must have applicable credit history.

Paycheck Protection Program specifics (cont.)

**CARES Act is currently in legislation; will update details as information is provided*



- Must show ability to repay loan.
Note: CARES Act deferment of payment is automatically 6 months and up to 1 year.
- Loan forgiveness is determined as the cost of maintaining payroll from 3/1/20 - 6/30/20.
**See qualifications for loan forgiveness.*
- Businesses who receive Paycheck Protection Program loans to cover employee salaries, payroll support, mortgage or other debt obligations cannot also receive EIDL loans for the same purpose.



Be prepared (get documentation ready!)

- Current financial information (income, balances of bank/credit accounts and monthly expenses).
- Forms required:
 - Form 5 - Business Loan Application
 - P-019 - Economic Injury Disaster Loan Supporting Information
 - SBA Form 413 - Personal Financial Statement
 - Form 4506-T - For business, personal and any related businesses (e.g., real estate partnership)
 - SBA form 2202 - Schedule of Liabilities
- Additional information may be requested. Applicants have 7 days to respond to additional requests.