



COVID-19 SMALL BUSINESS ADMINISTRATION LOAN OPTIONS

	ECONOMIC INJURY DISASTER LOANS (EIDL)	PAYCHECK PROTECTION PROGRAM (PPP)
WHO IS ELIGIBLE	Business and most nonprofits with less than 500 employees, including sole proprietorships and independent contractors, that have been harmed by COVID-19. (Some exceptions to the 500-employee rule exists.)	Business and most nonprofits with less than 500 employees, including sole proprietorships and independent contractors, that have been harmed by COVID-19. (Some exceptions to the 500-employee rule exists.)
WHAT CAN THE LOAN BE USED FOR	<ul style="list-style-type: none"> • Payroll • Fixed debts • Accounts payable • Other bills that cannot be paid because of disaster's impact 	Borrowers must certify in good faith that the loan is necessary to support ongoing operations (retain workers, maintain payroll, make mortgage, lease, and utility payments)
MAXIMUM LOAN AMOUNT	Up to \$2 million; Emergency advances of up to \$10,000 within three days of application. <i>Note, you must apply for an EIDL loan to qualify for the emergency advance.</i>	Lesser of 2.5 times borrower's average monthly payroll costs based on prior year's payroll or \$10 million
LOAN TERMS	<ul style="list-style-type: none"> • One-year payment deferral • Demonstrate ability to repay • Collateral required for loans over \$25,000; loan will not be declined for lack of collateral, but will take whatever collateral is available • No personal guarantee on loans less than \$200,000 • Fixed rate loans with interest rate of 3.75% for business and 2.75% for nonprofits • Maximum 30-year term • No prepayment penalty 	<ul style="list-style-type: none"> • Six-month payment deferral, but interest still accrues • No personal guarantee or collateral requirements • Fixed rate loans of 1% • 2-year term • No prepayment penalty • No application, origination or maintenance fees
TIMELINE	Loan proceeds must be utilized from January 1, 2020 through December 31, 2020	Loan proceeds eligible for forgiveness must be utilized for period between February 15, 2020 and June 30, 2020
LOAN FORGIVENESS	No. Only the amount of emergency advance is forgiven. The loan is not eligible for forgiveness. <i>Note, if you are denied for the EIDL loan, you are not required to repay the emergency advance.</i>	Eligible for loan forgiveness for 8 weeks of expenses for the following business purposes: <ul style="list-style-type: none"> • Payroll and benefits costs (\$100,000 salary cap per individual) • Interest on mortgage obligation • Rent expenses • Utility expenses