

QUICK GUIDE TO THE SMALL BUSINESS ADMINISTRATION'S COVID-19 EMERGENCY LOANS

As of April 7, 2020

Paycheck Protection Program

This loan is for keeping your workers on payroll, and if you do, you will not be required to pay it back.

Economic Injury Disaster Loan

This loan can be used for a wider range of business expenses. It needs to be paid back, but it may also come with a \$10,000 grant that does not.

SBA Express Bridge Loans

This is quick money for companies that already bank with an SBA Express Lender.

Funding Type	Forgivable Loan	Unforgivable Loan + \$10,000 Grant	Bridge Loan
Maximum Amount	2.5x monthly payroll costs up to \$10 million	\$2 million	\$25,000
What Funds Should Cover	Mostly payroll, also rent, mortgage interest, and utilities	Working capital	Working capital
Eligibility	This program is for organizations with fewer than 500 employees or that meet the SBA's size standard , sole proprietors, independent contractors, and self-employed persons affected by COVID-19. Any business with a NAICS Code that begins with 72 (Accommodations and Food Services) that has more than one physical location and employs less than 500 per location may also qualify.	This program is for any small business with fewer than 500 employees and most nonprofits affected by COVID-19. Businesses in certain industries may have more than 500 employees if they meet the SBA's size standards for those industries. Check your eligibility by reviewing the first section of the application form .	This loan is intended for small business with an existing banking relationship with an SBA Express Lender (as of March 2020).
Interest Rate	1%	3.75% for businesses, 2.75% for non-profits	Up to 6.5%
Terms	<ul style="list-style-type: none"> The loan term is 2 years and payments can be deferred for 6 months. 	<ul style="list-style-type: none"> The loan term is up to 30 years and payments can be deferred for 1 year. 	<ul style="list-style-type: none"> The loan term is up to 7 years. Your lender will likely require that you repay this loan with funds

	<ul style="list-style-type: none"> • The loan will be fully forgiven if at least 75% of the loan is used for payroll and any remaining funds used for interest on mortgages, rent, and utilities. • The loan may be forgiven if the employer maintains payroll. Forgiveness will be reduced if full-time headcount declines, or if salaries and wages decrease. • No collateral or personal guarantees are required. 	<ul style="list-style-type: none"> • Applicants can apply for the \$10,000 emergency grant at the same time they apply for the loan. This grant does not need to be paid back, and they may receive the grant even if they are not approved for the loan. If the recipient is also approved for a PPP loan, the \$10,000 is subtracted from the amount that is forgiven. • No collateral is required for loans of \$25,000 or less. Up to \$200,000 can be approved without a personal guarantee. 	<p>from an approved Economic Injury Disaster Loan.</p>
How to apply	<p>Complete this form. Then use this tool to find eligible lenders. You may wish to start with your own bank and see if they are a participating lender in the program.</p>	<p>Apply online at the SBA website.</p>	<p>Contact your bank to find out if they are an SBA Express Lender. If so, they will provide further instruction.</p>
More information	<p>Chamber of Commerce's Guide to the PPP</p>	<p>Chamber of Commerce's Guide to EIDLs</p>	<p>SBA Webpage Detailed information (PDF)</p>