

Coronavirus Emergency Loans for Small Businesses

An Overview of What You Need to Know

	SBA Economic Impact Disaster Loan (EIDL)	Paycheck Protection Program (PPP)
Who Qualifies	Small businesses and private, nonprofit organizations. This includes sole proprietors and independent contractors.	Small businesses, 501(c)(3)s, veterans organizations, and tribal businesses. This includes sole proprietors and independent contractors.
How Much	Up to \$2,000,000; with a \$10,000 loan advance that is forgivable.	Up to \$10 million; however, the max amount will likely be the average monthly payroll for 2019 multiplied by 2.5
What Can The Loan Be Used For	Fixed debts, payroll, accounts payable and other bills that can't be paid because of the disaster's impact.	Payroll costs, employee salaries, interest payments on mortgages entered into before February 15, 2020 (but not prepayment or payment of principal), rent for a lease entered into before February 15, 2020, utilities, including electricity, gas, water, transportation, telephone, or internet; and interest on any debt incurred before February 15, 2020.
Loan Term	Up to 30 years. Term will be determined by your ability to repay the loan.	Up to 10 years.
Loan Rate	3.75% fixed for small businesses; 2.75% fixed for nonprofits.	.50% fixed.
Deferral Period	Payments deferred up to 12 months.	Payments deferred for 6 months.
Loan Advance Available	The emergency EIDL grant is an advance of \$10,000 to small businesses and nonprofits that apply for SBA's EIDL program. The advance will be provided within three days of applying for the loan, and businesses will not be required to repay the advance, even if they are denied for an EIDL.	Not available.
Is It Forgivable	\$10,000 EIDL forgivable loan grant available.	The SBA will forgive up to eight weeks of payroll and other costs if the organization retains its employees and maintains salary levels. The maximum amount forgiven cannot exceed your loan amount.
Loan Fees	All loan fees are waived for borrowers.	All loan fees are waived for borrowers and lenders.
Collateral or Personal Guarantee Required	Only for loan amounts greater than \$200,000.	No.
How to Apply	Complete loan application online at https://covid19relief.sba.gov ; or, print and mail application.	Contact your local banker. All loans will be administered by local banks. .