

# UNDERSTANDING EMERGENCY BUSINESS FUNDING DURING COVID-19

Source: <https://www.sba.gov/page/coronavirus-covid-19-small-business-guidance-loan-resources>

## DISASTER LOAN APPLICATIONS

Small business owners in all U.S. states, Washington D.C., and territories are eligible to apply for an Economic Injury Disaster Loan advance of up to \$10,000. The SBA's Economic Injury Disaster Loan program provides small businesses with working capital loans of up to \$2 million that can provide vital economic support to small businesses to help overcome the temporary loss of revenue they are experiencing.

Apply Here: <https://covid19relief.sba.gov/#/>

## PAYCHECK PROTECTION PROGRAM

Small businesses and eligible nonprofit organizations, Veterans organizations, and Tribal businesses described in the Small Business Act, as well as individuals who are self-employed or are independent contractors, are eligible if they also meet program size standards.

Under this program:

- Eligible recipients may qualify for a loan up to \$10 million determined by 8 weeks of prior average payroll plus an additional 25% of that amount.
- Loan payments will be deferred for six months.
- If you maintain your workforce, SBA will forgive the portion of the loan proceeds that are used to cover the first 8 weeks of payroll and certain other expenses following loan origination.

The loan will be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities (due to likely high subscription, at least 75% of the forgiven amount must have been used for payroll). Loan payments will also be deferred for six months. No collateral or personal guarantees are required. Neither the government nor lenders will charge small businesses any fees.

Learn More Here:

<https://www.sba.gov/funding-programs/loans/paycheck-protection-program-ppp>

This guide is not a substitute for legal or financial advice. We encourage everyone to reach out to a competent accountant and employment lawyer in your jurisdiction.

Through  
SBA  
Lenders,  
Not SBA  
Directly

Available  
through June  
30, 2020