



COVID-19 Small Business Disaster Assistance – Quick Facts

I need funds immediately to cover current payroll, pay sick leave, supply chain disruption, etc. Here are the loan options we recommend:

- 1. EIDL (SBA EIDL -Economic Injury Disaster Loan)** . The EIDL is the main SBA Disaster Loan with funding up to \$2million per business, up to 30 years and at 3.75% interest. A con is that SBA will take any/all collateral available. This loan may provide a \$10k grant (as part of the loan process) to small businesses and private non-profits within 3 days of applying for the **EIDL** grant. The grant portion of this loan (referred to as the **EEIG (Emergency Economic Injury Grant)**) *may NOT need to be repaid but applicants must complete the EIDL application to receive.*

Where can I apply for the SBA EIDL (Economic Injury Disaster Loan) and EEIG?

www.nevadasbdc.org (first link on landing page) or www.SBA.gov * bright yellow link at top of landing page

Who is eligible for the SBA EIDL loan and EEIG grant? SBA's Economic Injury Disaster Loans (or working capital loans) are available to small businesses, small agricultural cooperatives, small aquaculture businesses and most private non-profit organizations.

How long will it take to get my EIDL? We are being told the application process is 1-3 weeks with the loan disbursement arriving 2-3 months.

Is there a cost to apply? There is no cost to apply for the SBA loan, there is no SBA fee for the PPL Loan but the PPL lender may charge a fee.

How can I use the EIDL loan fund? These working capital loans may be used to pay fixed debts, payroll, accounts payable, and other bills that could have been paid had the disaster not occurred. *The loans are not intended to replace lost sales or profits or for expansion.*

What are some of the businesses that are ineligible for an Economic Injury Disaster Loan? Agricultural Enterprises. • Religious Organizations • Charitable Organizations • Gambling Concerns Casinos & Racetracks

I don't have a computer, can I still apply? Paper loan applications can be downloaded from this web page - <https://disasterloan.sba.gov/ela/Information/PaperForms>.

If submitting a paper application, completed applications should be mailed to: U.S. Small Business Administration, Processing and Disbursement Center, 14925 Kingsport Road, Fort Worth, TX 76155.

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2. **PPP Loan (payroll protection program)** This program will provide cash flow assistance through 100% federally guaranteed loans to employers who MAINTAIN their payroll through this crisis provided by a local lender. Up to 8 weeks of payroll will be forgiven along with rent and mortgage, up to the limit of the loan size. Payroll costs include all costs of an employee: salary or wages, commissions, bonuses, health insurance, retirement contributions, local and state payroll taxes.
- Money can be used for payroll, utilities, rent. Cannot be used to compensate anyone in excess of salary based on \$100k per year, those residing outside US, or if you are already getting reimbursed for paid sick/family leave under the act passed two weeks ago.
 - Loan forgiveness will be based on the percent of payroll employees you keep employed/hire back/increase their wages (due to lost tips, etc.) If employees are fired or wages are reduced, that will reduce the amount of loan that will be forgiven.
 - The max size of the loan is only 250% of average monthly payroll (for the year previous to applying for the loan). If not in business last year, it's the average of payroll costs from 1/1/20-2/29/20. Therefore, employers might want to consider this before they lay people off. If staff have already been laid off, that's ok. You can qualify if you hire them back.
 - This loan will be available through banks, credit unions, other government-approved lenders. It will be under the SBA 7(a) program, called "Payroll Protection Program." This program is estimated to become **available at banks 4/3/20**.

If employers maintain their payroll, the loan will be forgiven. No SBA fees. There is a 6 month deferral with a maximum deferral up to a year. Retroactive to Feb 15, 2020 and good through June 30 2020.

Where do I apply for the PPL Loan? You need to reach out to your lender for this loan.

3. What if I need help with my current SBA loan?

Small Business Debt Relief Program – This program provides immediate relief with existing non - disaster SBA loans (specifically 7a, 504 and microloans). SBA will cover all payments on these SBA loans including principal, interest and fees for **six months**. This relief will also be available to borrowers who take out loans within six months of the President signing the bill.

Can I apply if I already have an SBA Disaster Loan? Applicants can have an existing SBA Disaster Loan and still qualify for an EIDL for this disaster, but the loans cannot be consolidated.

For more information please contact:
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