



# SBA Coronavirus Pandemic Loans

## Which Loans are Right for Your Business?

	Economic Injury Disaster Loan (EIDL)	Paycheck Protection Program (PPP)	SBA Express Bridge Loan
<b>USES</b>	Pay fixed debts, payroll, accounts payable and other bills that can't be paid because of the disaster's impact.	Payroll and approved operating expenses (Rent & Mortgage Interest, Utilities)	Working capital to be used to cover operational expenses to support the survival, or the reopening of the business.
<b>ELIGIBILITY</b> Employees ≤ 500 Or meets SBA Industry Size Standards	<ul style="list-style-type: none"> <li>sole proprietors, LLCs, &amp; corporations</li> <li>small agriculture co-ops and aquaculture</li> <li>private non-profits</li> </ul>	<ul style="list-style-type: none"> <li>all for-profits</li> <li>private non-profits</li> <li>in operation on Feb. 15, 2020</li> </ul>	Any business in operation before March 13, 2020, that has fewer than 500 employees.
<b>FORGIVENESS</b>	EIDL Loan: Not forgivable; EIDL up to \$10k Advance: Forgivable (advance will be \$1k per employee)	Up to 100% forgiven, but 75% of forgivable amount must be used for payroll (60% after 6/5/20). Forgivable amount will be reduced by the amount of any EIDL Forgivable Advance	May be repaid in full or in part by proceeds from an EIDL
<b>COLLATERAL</b>	No collateral on loans under \$25k SBA will ask for collateral for loans greater than \$25k, but the full loan does not need to be collateralized	No Collateral Required	No Collateral Required
<b>AMOUNT</b>	up to 6 months of operating costs not to exceed <b>\$2 million</b>	<b>2.5X</b> average monthly payroll from last 12 months capped at \$100K per employee, up to a maximum of \$10M. Or Jan 2020 & Feb 2020 average for newer businesses.	up to <b>\$25,000</b>
<b>TERMS</b>	<b>30 years</b>   3.75% interest for businesses 2.75% for non-profits	<b>1% interest for 2 years</b>	<b>Maximum of 7 years</b> Interest not to exceed Prime + 6.5%, fixed or variable
<b>DEFERMENT</b>	no payments for first year but interest continues to accrue	No payment for first <b>6 months</b>	Not Applicable
<b>RESTRICTIONS</b>	Cannot be used to pay off existing debt Does not cover lost sales	Can't use same exact expense for EIDL & PPP. Can't claim IRS Employee Retention Credit of up to \$5k per employee.	Borrower may obtain only one EBL
<b>APPLY</b>	<a href="https://covid19relief.sba.gov/#/">https://covid19relief.sba.gov/#/</a>	<b>SBA-CERTIFIED LENDERS</b>	SBA-certified lender that has an existing banking relationship with applicant as of 3/13/2020.

**ADDITIONAL INFORMATION**

**SBA Small Business Debt Relief Program**

SBA will cover (pay) all Loan Payments (including principle, interest and fees) on the 7(a) loans not made under the Paycheck Protection Program (PPP), 504 loans, and microloans. Disaster Loans are not Eligible for this Program. Debt Relief is automatic and can start with your next scheduled SBA payment, but you need to check with your SBA Lender that you have these loans with in case they require you formally request it.



Funded in part through a cooperative agreement with the U.S. Small Business Administration. Last updated 4/8/2020. For more details and FAQs about the programs, please visit [www.KansasSBDC.net](http://www.KansasSBDC.net) or the "Apply" groups listed above.

