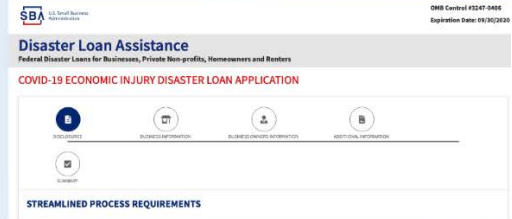


SMALL BUSINESSES, SELF-EMPLOYED, INDEPENDENT CONTRACTORS, NON-PROFITS

SBA Economic Injury Disaster Loans

- SBA Disaster Loans with a 60-year history
- Small businesses & non-profits with fewer than 500 employees
- Self-employed & independent contractors
- Up to \$2 million working capital loan up to 30-year term
- 3.75 % rate with payments deferred up to 1 year
- Loans based on credit scores; no tax returns required
- \$10,000 emergency grant within 3 days that does not have to be repaid
- Interacts with Paycheck Protection Program
- Apply through SBA.gov
- Note: Small businesses that applied before March 30th, go to SBA.gov and Re-Apply for the \$10,000 Emergency Grant



U.S. Chamber of Commerce
Small Business Policy



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SMALL BUSINESSES, SELF-EMPLOYED, INDEPENDENT CONTRACTORS, NON-PROFITS

Paycheck Protection Program

- \$349 Billion in loans for small business (generally less than 500 employees), 501(c)(3)s, self-employed, sole proprietors, and independent contractors
- Loans equal to the lesser of 2 ½ months of average payroll or \$10 million
- Loans by local and national lenders
- Minimal requirements (e.g. no collateral, no personal guarantee)
- Loans convert to grants equal to amount spent on payroll, rent, interest on mortgage, and utilities for the 8 weeks after origination
- Loan forgiveness is reduced proportionally if the employer reduces number of FTEs
- Loan forgiveness is reduced if employer reduces wages by more than 25%
- Employer can avoid reduction in forgiveness if they bring back employees and restore wages generally within 30 days and maintain through June 30



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Paycheck Protection Program (PPP) BREAKING NEWS MARCH 31ST

- On Tuesday, March 31, 2020 the U.S. Department of Treasury released guidance for banks and borrowers
- Starting Friday, April 3rd, SBA 7(a) lenders can offer Paycheck Protection Program loans for small businesses
- Starting Friday, April 10th, SBA 7(a) lenders extend program to non-employer small businesses.
- Other lenders will be applying to SBA to participate. Ask your bank if they offer PPP loans.
- PPP loans have a 0.50% fixed rate and the loan is due in 2 years.



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**LEARN MORE ABOUT THE
PAYCHECK PROTECTION PROGRAM**

KEEP UP TO DATE

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Prepared by the U.S. CHAMBER OF COMMERCE

CORONAVIRUS EMERGENCY LOANS

Small Business Guide and Checklist

The Coronavirus Aid, Relief, and Economic Security (CARES) Act allocated \$550 billion to help small businesses keep workers employed amid the pandemic and economic downturn. Included in the Paycheck Protection Program, the initiative provides 100% federally guaranteed loans to small businesses.

Importantly, these loans may be forgiven if borrowers maintain their payroll during the crisis or restore their payroll afterward.

The administration soon will release more details including the list of lenders offering loans under the program. In the meantime, the U.S. Chamber of Commerce has issued this guide to help small businesses and self-employed individuals prepare to file for a loan.

Here are the questions you may be asking—and what you need to know.

Economic Injury Disaster Loan Program

- Amounts up to \$2 million
- SBA direct loan, online application
- 2-3 week turnaround
- 3.75% rate for up to 30 years
- No collateral up to \$25,000
- No personal guarantee up to \$200,000
- Payment deferral for 1 year

Small Business' Largest Resource Partner



Economic Injury Disaster Grants

- Amount: Up to \$10,000
- Any business in operation since 1/1/20
- \$10 billion available
- Turn around - about 3 days
- Purposes – payroll, leave, rent, lease or other obligations
- Available regardless of whether underlying loan approved

The U.S. Small Business Administration's Largest Resource Partner



Other Provisions

- **Other SBA loans**
 - Existing 7a and 504 loans
 - Borrowers relieved of obligation to pay interest and principal for 6 months



Where to find SBDCs

- www.americassbdc.org
- Use the locator by state or zip code
- Nearly 1,000 locations – They're all around
- Still working remotely!
- **THANK YOU !**

