



U.S. Small Business
Administration

Coping with COVID-19

Financial Tools & Resources to Help Small Business

U.S. Small Business Administration (SBA)

Washington Metropolitan Area District Office (WMADO)

202-205-8800

www.sba.gov/dc

@SBA_DCMetro

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CARES Act: Small Business Debt Relief Program

- This program provides immediate relief to small businesses with non-disaster SBA-backed loans, including 7(a), 504, and microloans
- SBA will cover payments on these loans, including principal, interest, and fees
 - For the first six months on new loans taken out by September 27, 2020
 - For the next six months on existing, current SBA-backed loans
- These provisions do not apply to the Paycheck Protection Program (PPP) or Economic Injury Disaster Loan (EIDL) Program

<https://www.sba.gov/funding-programs/loans/coronavirus-relief-options/sba-debt-relief>

CARES Act: Paycheck Protection Program (PPP)

- These are **not** direct loans from SBA (different from the Economic Injury Disaster Loan program)
- PPP loans are processed through participating banks and financial institutions
- Lenders will not charge loan fees for PPP loans
- SBA is providing a 100% loan guarantee to lenders
- As of June 15, more than \$100 billion in PPP funding is still available
- **Deadline to apply is June 30, 2020**

CARES Act: Paycheck Protection Program (PPP)

Eligible Entities

Small businesses, non-profits (including religious organizations), veterans' organizations, and Tribal concerns that have 500 or fewer employees or are within SBA size standards (www.sba.gov/size) are all eligible to apply. Self-employed individuals are also eligible. Accommodations and Food Services concerns (NAICS Code starting with 72) with more than one physical site are eligible if no more than 500 workers are employed per location.

To locate a PPP lender near you, visit

<https://www.sba.gov/paycheckprotection/find>

- Loan Amount: Up to \$10 million, reflecting 2.5 times the firm's average monthly payroll costs
- Interest Rate: 1%
- Loan Forgiveness: Fully granted if 60% or more of loan amount used on payroll and staff levels are maintained within covered period (24 weeks from disbursement); partial forgiveness granted if 60% spent on payroll costs beyond covered period
- Loan Fees: None
- Use of Funds: Primarily for payroll costs and benefits; other allowed expenses include mortgage interest, rent, & utilities
- Collateral: None required, no personal guarantees needed
- Maturity: 2 years on loans made prior to June 5; after this date, increased to 5 years.
- First Payment: No payment required for at least one year (covered period + 10 mos.)
- Pre-Payment: No pre-payment penalty

Economic Injury Disaster Loan (EIDL)

Eligible Entities

Small businesses, non-profits of any size (including religious organizations), veterans' organizations, Tribal concerns, and self-employed individuals are all eligible. If the applicant is a business, the concern must have no more than 500 employees or be within SBA size standards (www.sba.gov/size)

- Loan Amount: Up to \$150,000, reflecting two months of average monthly gross profits
- Interest Rate: 3.75% (2.75% for non-profits)
- Use of Funds: to pay rent, mortgage interest, utilities, payroll, fixed debts, accounts payable and other bills
- Maturity: 30 Years
- Loan Fees: None
- Collateral:
 - \$25,000 or less – none required
 - >\$25,000 – lien on business assets
 - Applicants will not be declined due to a lack of collateral
- Personal Guaranty: Required
- First Payment: No payment required for first year (12 months)
- Pre-Payment: No pre-payment penalty

Economic Injury Disaster Loan (EIDL) Advance

- Applicants can request an emergency advance of up to \$10,000 when applying for a COVID-19 Economic Injury Disaster Loan
- The advanced amount is based on the number of individuals the applicant employed as of January 31, 2020: \$1,000 per employee (either part-time or full-time)
- **Borrowers do not have to repay the advance**, even if their application for an EIDL is denied
- Complete SBA's online EIDL and EIDL Advance application at <https://covid19relief.sba.gov>

SBA Express Bridge Loans

<https://www.sba.gov/funding-programs/loans/coronavirus-relief-options/sba-express-bridge-loans>

SBA Express Bridge Loans

- Allows small businesses that currently have a business relationship with an SBA Express Lender to access up to \$25,000 with less paperwork
- Can be used as short-term funding to bridge the gap while applying for an [Economic Injury Disaster Loan](#) or used as term loan
- Repayment in full or partially via the SBA Economic Injury Disaster Loan program
- These loans can provide vital economic support to small businesses to help overcome the temporary loss of revenue they are experiencing

Loan Application Support

For questions about the status of an Economic Injury Disaster Loan (EIDL) or EIDL Advance application...

- **SBA's Disaster Customer Service Center** may be reached by phone at **800-659-2955** (every day, 8:00am to 8:00pm ET). Individuals who are deaf and hard of hearing may contact 800-877-8339 (TTY)
- Email disastercustomerservice@sba.gov

For questions about the status of a Paycheck Protection Program loan application, please call your lender directly

Entrepreneurial Mentoring & Coaching Support

- SBA-funded Resource Partners offer you FREE one-on-one business counseling sessions via phone and video
- Business coaches can help you strategize business solutions
- Specialists are standing by to help you anticipate materials required for your business loan application

SCORE

202-619-1000 (DC/MD/NoVA)

<https://washingtondc.score.org/>



Small Business Development Centers (SBDCs)

202-889-5090 (DC); 301-403-8300 (MD); 703-277-7703 (NoVA)

<https://www.dcsbdc.org>

<https://www.marylandsbdc.org/locations/corridor-region>

<https://www.virginiasbdc.org/>



Women's Business Centers (WBCs)

202-393-8307 (DC); 301-315-8091 (MD); 703-768-1440 (NoVA)

<http://www.dcwbc.org>

<http://www.marylandwbc.org>

<https://cbponline.org/who-serve/women/>



Veterans Business Outreach Center (VBOC)

703-768-1440 (DC/MD/NoVA)

<https://cbponline.org/who-serve/veterans/>



Stay Informed

Follow the SBA-Washington Metropolitan Area District Office on Twitter @SBA_DCMetro for real-time updates and program notices

Sign up to receive email announcements at <https://www.sba.gov/updates>; be sure to include your preferred email address and local zip code

For detailed information on all SBA relief programs related to COVID-19, visit

- <https://www.sba.gov/funding-programs/loans/coronavirus-relief-options>
- or
- <https://www.sba.gov/page/coronavirus-covid-19-orientacion-y-recursos-de-prestamos-para-pequenas-empresas> (en español)

For information on all COVID-19 federal programs, visit

- <https://www.usa.gov/coronavirus>
- or
- <https://www.usa.gov/espanol/coronavirus> (en español)

SBA-backed Loans

www.sba.gov/funding-programs/loans

- 7(a) Loans
- SBA Express
- SBA Veterans Advantage
- CapLines
- Community Advantage
- International Trade
- Export Working Capital Program
- Export Express
- 504 Loans

Thank You

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