

Description	SBA 7(b) Economic Injury Disaster Loan (EIDL)	SBA 7(a) "Paycheck Protection Program" (PPP)
How to apply	SBA.gov	Seek out banks to apply; most won't be ready to accept applications until Friday April 3
Funding time	Approx 3 weeks	Check with your bank
Funding source	Directly from SBA	Banks will originate and SBA will 100% guarantee
Interest rate	3.75%	Not to exceed 4%
Eligibility	States with SBA approved disaster declarations (almost everywhere at this point). Includes sole proprietors, LLCs, partnerships and corporations	1) small businesses less than 500 employees & operational on 2/15/2020 2) business had employees for whom it paid salaries and payroll taxes, or independent contractors and 3) must make good faith certification that business has been substantially impacted by COVID-19 Includes sole proprietors, independent contractors, LLCs, partnerships and corporations
Loan Amounts	Up to \$2,000,000	Lesser of \$10,000,000 or average total monthly payments for payroll costs incurred during 1-year period before loan date multiplied by 2.5. <i>Seasonal employees treated differently</i>
Terms	Up to 30 years	Up to 10 years
How Loan Proceeds Can Be Used	Working capital loan that can be used to pay fixed debts, payroll, accounts payable and other bills based on impact of COVID-19; may not be used for refinance/expansion/growth	Payroll costs, health care/paid sick/medical/family, interest, rent, utilities and for other debts incurred before 2/15/20
Collateral Required	Collateral required for loans more than \$25,000; collateral requirement may be waived	None
Loan deferment	Up to one year	At least six months, no more than 1 year
Emergency grant	\$10,000 emergency grant within 3 days of loan application that does NOT have to be repaid, even if loan	No available
Loan forgiveness	Not available	Possible for first 8 weeks of loan used for payroll costs (at least 75%) and mortgage interest, rent and utilities (25% maximum for these)
Loan fee	None	None