

SBA CORONAVIRUS PANDEMIC DISASTER LOAN

PPP SBA 7a (Paycheck Protection Program)

Eligibility	Self-employed individuals, independent contractors, sole proprietors, and businesses, Tribal business concerns and private/501(c)(3) non-profits with 500 or fewer employees.
Lender	SBA-certified Lenders including Banks, Credit Unions
Apply	SBA-certified Lenders
Term	2 years
Amount	250% of average monthly payroll from the past year, up to \$10 million.
Interest Rate	1.0%
Payment Deferral	6 months
Turn Around	2 weeks
Forgiveness	The amount spent by the borrower during an 8-week period after the origination date of the loan on: payroll costs, interest payment on any mortgage incurred prior to February 15, 2020, payment of rent on any lease in force prior to February 15, 2020, and payment on any utility for which service began before February 15, 2020. Employee and compensation levels must be maintained, and payroll cost capped at \$100,000 on an annualized basis for each employee.
Loan Availability Period	February 15, 2020 - June 30, 2020
Usage	Employee salaries, paid sick or medical leave, insurance premiums, and mortgage, rent, and utility payments.
Prohibitions	Borrower cannot have pending application for an EIDL or 7(a) loan for the same purpose.
Loan Interaction	If you received an EIDL loan related to COVID-19 between January 31, 2020 and the date at which the PPP becomes available, you would be able to refinance the EIDL into the PPP for loan forgiveness purposes.

However, you may not take out an EIDL and a PPP for the same purposes. Remaining portions of the EIDL, for purposes other than those laid out in loan forgiveness terms for a PPP loan, would remain a loan. If you took advantage of an emergency EIDL grant award of up to \$10,000, that amount would be subtracted from the amount forgiven under PPP.

Requirements

1. Business must have been operational on February 15, 2020, with employees.
2. Eligible payroll costs do not include compensation above \$100,000 in wages.
3. Starting April 3, 2020, small businesses and sole proprietorships can apply.
4. Starting April 10, 2020, independent contractors and self-employed individuals can apply. "
5. Affiliation standards are waived for small businesses (1) in the hotel and food services industries (NAICS code 72); or (2) that are franchises in the SBA's Franchise Directory; or (3) that receive financial assistance from small business investment companies licensed by the SBA.

Credit: Small Business Development Center at UMKC as of 3.31.2020