



Loan Program	Economic Injury Disaster Loan (EIDL)	Paycheck Protection Program Loan (PPP)
<p><b>Lender</b></p>	<p>Small Business Administration (SBA)</p>	<p>Financial institutions (commercial banks, credit unions, and other approved lenders)</p> <p><b>Friday, January 15</b> for first- and second-draw loans at smaller lenders, those with \$1 billion or less in assets</p> <p><b>Tuesday, January 19</b> for first- and second-draw loans with all participating PPP lenders</p>
<p><b>Program Period</b></p>	<p>EIDL has been extended through December 31, 2021.</p>	<p>PPP loans (first and second loans) have been extended through March 31, 2021.</p> <p>(Covers between 8 and 24-weeks of eligible expenses after receiving the loan. Borrowers can choose their end date within that time frame.)</p>
<p><b>Eligibility</b></p>	<ul style="list-style-type: none"> <li>• 500 or fewer employees,</li> <li>• Are a sole proprietor, independent contractor, or self-employed individual.</li> </ul> <p>AND</p> <ul style="list-style-type: none"> <li>• Been in business prior to January 31, 2020.</li> </ul>	<p><b>Second PPP Loan</b></p> <ul style="list-style-type: none"> <li>• 300 or fewer employees,</li> <li>• 25% or more reduction in gross receipts in Q1, Q2, Q3, Q4 of 2020 compared to same quarter in 2019 or 25% reduction in annual receipts in 2020 compared to 2019.</li> </ul> <p>AND</p> <ul style="list-style-type: none"> <li>• Used all of the first PPP loan (regardless of whether applied for forgiveness).</li> </ul> <p><b>First PPP Loan</b></p> <ul style="list-style-type: none"> <li>• 500 or fewer employees,</li> </ul> <p><b>First and Second PPP Loans</b></p> <ul style="list-style-type: none"> <li>• Are a sole proprietor, independent contractor, or self-employed individual,</li> </ul>

		<ul style="list-style-type: none"> <li>• A small business that meets the SBA small business industry-specific standards,</li> <li>• Operate an accommodation or food service business (NAICS Code 72) with 300 or fewer employees per location (or 500 or fewer for a first PPP loan),</li> <li>• A business assigned a franchise operator code by SBA,</li> <li>• A business that receives assistance under the Small Business Investment Act.</li> </ul> <p>AND</p> <ul style="list-style-type: none"> <li>• Been in business since February 15, 2020.</li> </ul>
<p><b>Loan Amount</b></p>	<ul style="list-style-type: none"> <li>• The maximum loan size is \$2 million. <ul style="list-style-type: none"> <li>◦ Initial loan payments are capped at \$150,000.</li> </ul> </li> </ul> <p><b>EIDL Advance Grants</b></p> <ul style="list-style-type: none"> <li>• \$10,000 grant to pay for general business operation (if already received a EIDL grant but less than \$10,000, apply for the remaining amount)</li> <li>• Eligibility: <ul style="list-style-type: none"> <li>◦ Business located in low-income community,</li> <li>◦ Suffered an economic loss greater than 30% the amount by which the gross receipts of the covered entity declined during an 8-week period between March 2, 2020, and December 31, 2021, relative to a comparable 8-week period immediately preceding March 2, 2020, or during 2019,</li> <li>◦ Employ not more than 300 employees</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• 2.5x the average 2019 monthly “payroll” costs, 2020 monthly “payroll” costs, or measured over the 12 months preceding the loan origination date. Seasonal business may use any 12-week period between February 15, 2019 – February 15, 2020 to calculate the average payroll. Businesses in hospitality and restaurants (NAICS Code 72) are allowed 3.5x average monthly payroll.</li> <li>• The maximum loan size is \$2 million.</li> <li>• “Payroll” includes: <ul style="list-style-type: none"> <li>◦ Salaries, commissions, tips, or similar compensation</li> <li>◦ Employee benefits (including health insurance premiums and retirement benefits),</li> <li>◦ State and local payroll taxes.</li> <li>◦ For a sole proprietor or independent contractor: wages, commissions, income, or net earnings from self-employment, capped at \$100,000 on an annualized basis.</li> </ul> </li> <li>• “Payroll” excludes: <ul style="list-style-type: none"> <li>◦ Annual salary in excess of \$100,000,</li> <li>◦ Foreign employees,</li> <li>◦ FICA and income tax withholdings.</li> </ul> </li> </ul>

<b>Eligible Expenses</b>	<ul style="list-style-type: none"> <li>• Payroll costs, including benefits,</li> <li>• Fixed debts (mortgage, rent, lease),</li> <li>• Accounts payable,</li> <li>• Other bills.</li> </ul>	<ul style="list-style-type: none"> <li>• Payroll costs, including benefits,</li> <li>• Interest on mortgage obligations, incurred before February 15, 2020,</li> <li>• Rent, under lease agreements in force before February 15, 2020,</li> <li>• Utilities, for which service began before February 15, 2020,</li> <li>• Operations expenditures,</li> <li>• Property damage costs,</li> <li>• Supplier costs,</li> <li>• Worker protection expenditures.</li> </ul>
<b>Term Duration</b>	Up to 30 years	Up to 5 years
<b>Interest Rate</b>	3.75% for businesses, 2.75% for nonprofits	1% for all borrowers
<b>Forgiveness</b>	<p>No loan forgiveness</p> <p>Emergency EIDL Advance Grant of up to \$10,000 is forgiven. Can use EIDL Advance Grants for same purposes as EIDL loan.</p>	<p>Eligible expenses (below) between 8 and 24-week period from date when the loan is deposited :</p> <ul style="list-style-type: none"> <li>• Payroll costs (including everything listed above), <ul style="list-style-type: none"> <li>◦ 60% of forgiveness amount must be on payroll, up to 40% can be used on below expenses.</li> </ul> </li> <li>• Payments on mortgage interest,</li> <li>• Rent,</li> <li>• Utilities,</li> <li>• Operations expenditures,</li> <li>• Property damage costs,</li> <li>• Supplier costs,</li> <li>• Worker protection expenditures.</li> </ul>
<b>Repayment</b>	One year deferral from time of loan, interest still accrues	Payments (and interest) are deferred for 10 months from the end of the borrowers covered period (between 8-24 weeks)
<b>Collateral Requirement</b>	No	No

<b>Personal Guarantee</b>	Not for loans less than \$200,000	No
<b>Prepayment Penalties</b>	No	No
<b>Required Documents</b>	<ul style="list-style-type: none"> <li>• SBA Form 5 (Application),</li> <li>• Credit score,</li> <li>• IRS Form 4506T,</li> <li>• Most recent federal income tax returns for the business,</li> <li>• SBA Form 1143 (Personal Financial Statement),</li> <li>• SBA Form 2202 or a similar schedule of liabilities listing all fixed debts.</li> </ul>	<ul style="list-style-type: none"> <li>• Application 3483 form for <b>first loan</b> <a href="#">HERE</a></li> <li>• Application 3483-SD form for <b>second loan</b> <a href="#">HERE</a></li> <li>• Form 941 and state quarterly wage unemployment insurance tax reporting forms from 2019 or 2020 (or equivalent payroll processing records)</li> <li>• Required documentation may vary by bank</li> </ul>

**Links to additional information:**

[More NFIB COVID-19 Small Business Resources](#)

[Paycheck Protection Program Loan \(PPP\) Borrower information from the U.S. Small Business Administration \(SBA\)](#)

[Economic Injury Disaster Loan \(EIDL\) Borrower information from the SBA](#)