

Understanding the
Small Business Loans
Available through the CARES Act

Updated April 4, 2020

EIDLs

Economic Injury Disaster Loans
\$10B Available

LOANS



PPP
Paycheck Protection Program
\$349B Available

EIDLs are administered and approved by the U.S. Small Business Administration (SBA).

ABOUT



In the PPP, loans are backed by the SBA through local lenders.

- Small businesses (<500 employees)
- Sole-proprietors
- Independent contractors
- 501(c)6 organizations & more!

ELIGIBILITY



- Small businesses and non-profits (<500 employees)
- Sole proprietors
- Self-employed & freelance workers

- Maximum Granted: \$2M
- Interest: 3.75% (2.75% for non-profits)
- Duration: Up to 30 years
- Deferment options available

FINANCING



- Maximum Granted: Lesser between 2.5X monthly payroll or \$10M
- Interest: 1% fixed interest rate
- Payments deferred for 6 months
- Loan is due in two years

EIDLs offer a cash advance of \$10,000 to cover immediate payroll and operating costs & is forgivable if certain criteria are met.

KEEP IN MIND



- No personal or collateral guarantee is required.
- Forgiveness granted if funds are used on payroll & operating expenses within 8 weeks of receipt.

HOW Apply at www.sba.gov/disaster

WHEN Available now!

APPLY



HOW Apply with an SBA-approved lending institution.

WHEN Available now (subject to lender readiness)

See local lender for details.

1. Both loans can be applied for (and granted!) if funds cover different expenses
2. For fastest approval, be prepared to specify your economic loss due to COVID-19
3. Be aware of fraudulent schemes and only discuss finances with a trusted professional

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