

**SBA Economic Injury Disaster Loan
(EIDL)**

**Paycheck Protection Program (CARES
Act) (PPP)**

What Businesses are Eligible?	
Small Businesses, Small Agricultural Cooperatives, Aquaculture Businesses, Most Private Non-Profit Organizations	Small businesses, Not-For-Profits, Veterans' Organizations, and Tribal businesses with less than 500 employees.
Who are the Loans Administered Through?	
Small Business Administration Directly	SBA Authorized Lender
Are Applications Currently Available?	
Yes	Yes
What is the Loan Application Deadline?	
Varies by state but generally December 2020	June 30, 2020
What is the Maximum Interest Rate?	
For Profit Businesses 3.75%, Non-Profit Organizations 2.75%	1%
What is the Maximum Loan Amount?	
\$2,000,000	\$10,000,000 (Capped at 2.5 times borrower's average monthly payroll costs, defined below)
What is the Maximum Repayment Term?	
Up to 30 years	2 years
Are There any Collateral Requirements?	
Yes	None
Is a Personal Guarantee Required?	
Yes for certain loans	No
How Long are Payments Deferred?	
One year	Six months
Is There a Penalty for Pre-Payment?	
No	No
What can I Use the Loan Proceeds for?	
Employee salaries and wages, paid medical or sick leave, insurance premiums, mortgage, rent, or utility payments	Payroll costs; Group health benefits during periods of paid sick, medical, or family leave, and insurance premiums; Payments of interest on mortgage obligations; Rent or lease payments; Utilities; Interest on obligations incurred before February 15, 2020
What Amount of the Loan is Forgivable?	
None	Payments made in the eight-week period after the loan origination date for covered payroll costs, interest payments on mortgages, rent, and utilities will be forgiven. Forgiveness amounts will be reduced for any employee cuts and for reductions in employee salaries.
Can the Businesses Still Qualify for the Employee Retention Credit?	
Yes	No

Payroll costs include salaries, wages, commissions and tips; vacation, parental, family, medical and sick leave; allowance for dismissal or separation; payments required for group healthcare benefits; payment of any retirement benefits; employer FICA and state unemployment taxes

For a more detailed explanation please reach out to the Gold Gerstein Group LLC partner or accountant with whom you work.