



TALKING POINTS ON EIDL ADVANCE

- On March 29, 2020, following the passage of the CARES Act, the SBA provided small business owners and non-profits impacted by COVID-19 with the opportunity to obtain up to a \$10,000 Advance on their Economic Injury Disaster Loan (EIDL).
- **To ensure that the greatest number of applicants can receive assistance during this challenging time, the amount of the Advance will be determined by the number of the small business' pre-disaster (i.e., as of January 31, 2020) employees. The Advance will provide \$1,000 per employee up to a maximum of \$10,000.**
- The Advance is available as part of the full EIDL application and will be transferred into the account the applicant provides shortly after they submit the application.
- The small business may be eligible for another loan program, the **Paycheck Protection Program**, which is available through participating lenders.
- To locate a Paycheck Protection Program Lender, please visit: [www.SBA.gov/PaycheckProtection](http://www.SBA.gov/PaycheckProtection). Information on available resources may be found at [www.sba.gov/coronavirus](http://www.sba.gov/coronavirus).

	Paycheck Protection Program	Full EIDL Loan
<b>PURPOSE</b>	<b>Forgivable if used for payroll (minimum of 75% of the funds received) and the remaining for certain operating expenses (amount of any EIDL advance is not forgivable)</b>	<b>To meet financial obligations and operating expenses that could have been met had the disaster not occurred (amount of any EIDL advance is forgiven)</b>
<b>TERMS</b>	<b>Up to \$10 million 1% interest rate</b>	<b>Up to \$2 million 3.75% for businesses 2.75% for non-profits</b>
<b>FORGIVABLE</b>	<b>YES</b>	<b>NO – EIDL Loan YES – EIDL Advance</b>
<b>MATURITY</b>	<b>2 years</b>	<b>30 years</b>
<b>FIRST PAYMENT DUE</b>	<b>Deferred 6 months</b>	<b>Deferred 1 year</b>