

SBA Emergency Injury Disaster Loan Program to help businesses keep solvent through the crisis to pay expenses they cannot pay due to the virus (EIDL)

3.75% for businesses, 2.75% for not for profits

Mostly for businesses which don't have traditional credit sources

Can apply online at <https://disasterloan.sba.gov/ela/Account/Login> or use the forms below.

6 Required Documents (All Below, but links for you as well)

- 1 SBA Form 5 – EIN, SSN and DOB - https://www.sba.gov/sites/default/files/files/serv_da_all_loanapp_2_0_0_3.pdf
- 2 8802/4506 Tax Release form for each owner of 20% or more - <https://www.sba.gov/sites/default/files/2019-09/2202%20Schedule%20of%20Liabilities.pdf>
- 3 413D Personal Financial Statement, to personally guarantee loan—https://www.sba.gov/sites/default/files/forms/SBA_Form_413_7a-504-SBG.pdf
- 4 2022 – Schedule of Liabilities—<https://www.sba.gov/sites/default/files/2019-09/2202%20Schedule%20of%20Liabilities.pdf>
- 5 Recent Tax return (Federal and possibly State), potentially your year-end Profit & Loss Statement
- 6 SBA Form 1368 – monthly sales for 3 years - https://www.sba.gov/sites/default/files/forms/serv_da_all_loanapp_5_0.pdf (MAY OR MAY NOT BE REQUESTED)

Timeline (at best)

1 day to complete

15 business days to process

5 business days to close

Expected to be a total of 1 month for start to finish

Could be more than 2 months (dependent upon how busy SBA becomes)

Business needs to show SBA revenue and costs as well as the amount it needs

This is an opportunity and a competition. Get in line ahead of the crowds.

Make the SBA say no.

Requirements

Keep monthly records.

Reports should be done on the same basis as they file their taxes, -- E.g. Cash vs. Accrual

Personal Statement – put 0 in places which don't apply to business

Next Steps

Not stuck with initial amount

Can increase or decrease amount depending on business circumstances

20-30 year loans

No penalty for early repayment