

SBA RESOURCES FOR COVID-19 RELIEF

The US **Small Business Administration (SBA)** is offering emergency loans for small businesses affected by COVID-19. **Applications are open now, and you should immediately begin preparing one if your business has been affected.** Contact us at sbasupport@edc.nyc or 212 312 3915 to begin taking advantage of these opportunities.

Paycheck Protection Program

Loans to small businesses, including nonprofits, sole proprietorships, independent contractors, and gig workers, to ensure employees stay on payroll and key expenses are covered.

Program Details:

- Loans of up to **\$10M**
- Receive up to 2.5x average total monthly payroll over previous 12 months
- Can be used for **rent**, payroll, mortgage interest, or utilities
- 1 percent fixed rate, **first payment deferred** for six months
- **Loans forgiven** if employees kept on payroll for eight weeks and loans are used for rent, payroll, mortgage interest, or utilities (documentation of expenses required)

Eligibility:

- Businesses, nonprofits with up to 500 employees
- Includes sole proprietors, independent contractors, and self-employed individuals

Application Period:

- The SBA will resume accepting Paycheck Protection Program applications from participating lenders on Monday, April 27, 2020, at 10:30 am EDT

Where to Apply:

- Apply through accredited SBA banks and credit unions
- Not all lenders are offering this program—NYCEDC is establishing partnerships with lenders and can refer you to one that is offering it
- Contact sbasupport@edc.nyc or 212 312 3915 **immediately** for assistance

What You Need to Apply:

- Payroll reports for 2019 and 2020 YTD with corresponding bank statements
- Breakdown of payroll benefits (vacation, healthcare benefits, retirement benefits)
- State and local taxes (form 940, 941, or 944)
- 1099s for independent contractors (if applicable)

Resources:

- Learn more about the [Paycheck Protection Program](#)

Economic Injury Disaster Loans (EIDL)

Low-interest loans to small businesses and nonprofits that have been severely impacted by COVID-19. Funds can be used for working capital.

Program Details:

- Working capital loans of up to **\$2M**
- 3.75 percent interest rate for small businesses, 2.75 percent for nonprofits
- Interest paid back over **30 years**
- Cash advance of up to \$10K available within three days of application (request advance in application)

Eligibility:

- Businesses and private nonprofits with up to 500 employees
- Includes sole proprietors, independent contractors, and self-employed individuals

Where to apply:

- Apply online through SBA, [here](#)

What You Need to Apply:

- SBA Loan Application (SBA Form 5 or 5C)
- Tax Information Authorization (IRS Form 4506T)
- Complete copies of most recent Federal Income Tax Return — Alternative: year-end profit-and-loss statement and balance sheet
- Schedule of Liabilities (SBA Form 2202)
- Personal Financial Statement (SBA Form 413)
- Monthly sales figures (SBA Form 1368)

Resources:

- Learn more about the program [here](#)

If you have questions, **NYCEDC** staff are available to help, and will be following up.

Email sbasupport@edc.nyc
or call **212 312 3915**.