

As of March 27, 2020

Coronavirus Relief
Resources for Small
Businesses and
Nonprofits



Phase III: Coronavirus Aid, Relief and Economic Security Act (the “CARES Act”)

Type:	Small Business Interruption Loans (i.e., forgivable loans related to COVID-19)
Eligibility	<p>Businesses (including sole proprietors & self-employed) & nonprofits:</p> <ul style="list-style-type: none"> • with fewer than 500 employees; or • that meet the SBA’s industry-based size standard requirements for the applicable NAICS code (check here for your industry https://www.sba.gov/size-standards/) <p>Must have been substantially affected by COVID-19, which are described as:</p> <ul style="list-style-type: none"> • Supply chain disruptions • Staffing challenges • A decrease in sales or customers; or • Shuttered businesses
Application Process	<p>Loans will be issued directly by SBA 7(a) lenders. Check here for a list of approved SBA 7(a) lenders in Hawaii: https://www.sba.gov/offices/district/hi/honolulu/resources/hawaii-lender-list</p>
Allowable Use	<ul style="list-style-type: none"> • Payroll support (for employees earning up to an \$100k annual salary), including paid sick, medical, or family leave, and costs related to the continuation of group health care benefits during those periods of leave; • Mortgage or rent payments, utilities, any other debt obligations incurred before the covered period • Any other debt obligations incurred before the covered period
Loan Duration & Amount	<p>With a maximum maturity of 10 years, the amount to be the lesser of (a) \$10 million, or (b) 2.5 multiplied by the average total monthly payments for payroll, mortgage or rent payments, and payments on any other debt obligations incurred during the 1 year period before the date on which the loan is made. Complete payment deferral will be applied on all Small Business Interruption Loans for 1 year.</p>
Loan Forgiveness	<p>An eligible recipient shall be eligible for forgiveness of indebtedness in an amount equal to the cost of maintaining payroll continuity and other allowable costs during the covered period (February 15 through June 30, 2020). The borrower shall submit to the lender an application, which shall include documentation verifying the number of full-time employees on payroll and other costs included in Allowable Use:</p> <ul style="list-style-type: none"> • Payroll tax filings reported to the IRS • State income, payroll, and unemployment insurance filings • Financial statements verifying payment on debt obligations incurred before the covered period • Any other documentation determined necessary <p>Please note: The amount of loan forgiveness will be reduced by any reductions in employee wages (in excess of 25% for any employee) or a reduction in number of employees during the covered period.</p>
Other	<p>Canceled indebtedness under this section shall be excluded from gross income Final rates (not to exceed 4%), underwriting standards and other terms & conditions are still to be determined</p>



Phase II: SBA Economic Injury Disaster Loan Program

Loan size	Up to \$2,000,000
Interest rate	2.75% for non-profits 3.75% for small businesses
Term	Up to 30 years
Eligibility	Small businesses and non-profits affected by the coronavirus in presidential and SBA-declared disaster areas (list is updated regularly) https://disasterloan.sba.gov/ela/Declarations/Index
Usage	Accounts payable, fixed debts, payroll, and other bills due to the virus
Application process	Apply directly to the SBA at https://disasterloan.sba.gov/ela/ and select Economic Injury as your reason. Applications are currently approved and funded within 3-4 weeks from the date a complete application is submitted. Supporting documentation requested may include the business's or non-profit's most recent tax returns, a schedule of liabilities that lists all fixed debts, and a personal financial statement for each owner of 20% or more of the business, and each general partner or managing member.

"Phase II" relief for business owners. Please note that this program is different than the program in "Phase III" and that participating in this program may make the borrower ineligible for participating in the "Phase III" program. For more information, visit: <https://www.sba.gov/page/coronavirus-covid-19-small-business-guidance-loan-resources>



Source: www.sba.gov

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Express Bridge Loan Pilot Program

Loan size	Up to \$25,000
Interest rate	The lender may charge up to 6.5% over the Prime Rate
Term	<ul style="list-style-type: none">• Term loan (revolving lines of credit are not permitted)• Up to 7 years• Lender may charge a limited amount of loan fees• No collateral• Lender may require the EBL to be paid with disaster loan proceeds
Eligibility	Small businesses nationwide adversely impacted by the Coronavirus Disease Emergency Declaration issued on March 13, 2020.
Usage	Loan proceeds must be used exclusively to support the survival and/or reopening of the small business. Proceeds must be disbursed as working capital.
Application process	EBL loans can only be made by SBA Express Lenders to eligible small business with which the Lender had an existing banking relationship with on or before the date of the disaster. Lenders may consider credit scores of the business and loan guarantor. The business will need to submit an IRS Tax Transcript or equivalent to verify its existence and that its tax returns have been filed.



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