

SMALL BUSINESS: PAYCHECK PROTECTION PROGRAM GUIDE

This resource guide is an update as of March 31, 2020, to accompany our original small business resource guide posted on March 23, 2020, and provides additional information from the US Small Business Administration.



On March 27, 2020, President Trump signed into law the **CARES Act**, which provided additional assistance for small business owners and non-profits, including the opportunity to get up to a \$10,000 Advance on an Economic Injury Disaster Loan (EIDL). **This Advance may be available even if your EIDL application was declined or is still pending, and can be forgiven.**

The **Paycheck Protection Program (PPP)** is designed to provide incentive for small businesses to keep their workers on payroll by providing each small business a loan up to \$10 million for payroll and certain other expenses. If all employees are kept on payroll for eight weeks, SBA will forgive the portion of the loans used for payroll, rent, mortgage interest, or utilities (up to 100% of the loan is forgivable). Eligible businesses will be able to apply if they were affected by COVID-19 between February 15, 2020 and June 30, 2020. The decision was made to backdate to February 15, 2020, to help bring workers who may have already been laid off back onto payrolls. This loan will be available through June 30, 2020.

Each loan will be registered under a Taxpayer Identification Number at SBA to prevent multiple loans to the same entity. Emergency Economic Injury Grant recipients, EIDL recipients, and entities who receive loan payment relief through the Small Business Debt Relief Program may apply for and take out a PPP loan as long as there is no duplication in the uses of funds.

If you wish to apply for the Advance on your EIDL, please visit www.SBA.gov/Disaster as soon as possible to fill out a new, streamlined application. **In order to qualify for the Advance, you need to submit this new application even if you previously submitted an EIDL application.** Applying for the Advance will not impact the status or slow your existing application.

For more detailed information visit <https://www.sbc.senate.gov/public/index.cfm/guide-to-the-cares-act> to view the Small Business Owner's Guide; pdf download available.

We also encourage our local small businesses to subscribe to the SBA email updates via www.SBA.gov/Updates. You can also follow them on Twitter @SBAGov for updates as well.

This is a collaboration between the following offices and will be updated as soon as possible when new or additional information becomes available. Please submit any updates to Kimberly@MakeItInMcMinn.org

