



## THREE LAWS IN THREE WEEKS – WASHINGTON’S QUICK ACTION

- **Coronavirus Preparedness and Response Supplemental Appropriations Act  
(March 6, 2020)**
- **Families First Coronavirus Response Act  
(March 18, 2020)**
- **Coronavirus Aid, Relief, and Economic Security Act (CARES Act) (March 27, 2020)**



# KEY PROVISIONS FOR SMALL BUSINESSES

## Small Businesses, Self-Employed, Independent Contractors, & Non-Profits

- SBA Economic Injury Disaster Loans (EIDL)
- Paycheck Protection Program



# SMALL BUSINESSES, SELF-EMPLOYED, INDEPENDENT CONTRACTORS, NON-PROFITS

## SBA Economic Injury Disaster Loans (EIDLs)

- SBA Disaster Loans with a 60-year history
- Small businesses & non-profits with 500 or fewer employees
- ESOPs, Self-employed & independent contractors
- Up to \$2 million working capital loan up to 30-year term
- 3.75 % business; 2.75% non-profits. Payments deferred for 1 year
- Up to \$10,000 emergency grant, not tied to loan acceptance
- Economic Injury Disaster Loans (EIDLs) can be refinanced into PPP loan
- Streamlined application through [www.SBA.gov/disaster](http://www.SBA.gov/disaster)

The screenshot shows the SBA Disaster Loan Assistance application process. At the top left is the SBA logo (U.S. Small Business Administration) and at the top right is the OMB Control #3247-0406 and Expiration Date: 09/30/2020. The main heading is "Disaster Loan Assistance" with the subtitle "Federal Disaster Loans for Businesses, Private Non-profits, Homeowners and Renters". Below this is the title "COVID-19 ECONOMIC INJURY DISASTER LOAN APPLICATION". The process flowchart consists of five steps: 1. DISCLOSURES (document icon), 2. BUSINESS INFORMATION (building icon), 3. BUSINESS OWNERS INFORMATION (person icon), 4. ADDITIONAL INFORMATION (document icon), and 5. SUMMARY (checkbox icon). A horizontal line is drawn under the first four steps, and the fifth step, SUMMARY, is highlighted with a white background. Below the flowchart is the text "STREAMLINED PROCESS REQUIREMENTS".



U.S. Chamber of Commerce  
Small Business Policy



@SmallBizPatriot

# SMALL BUSINESSES, SELF-EMPLOYED, INDEPENDENT CONTRACTORS, NON-PROFITS

## Paycheck Protection Program (PPP)

- \$349 Billion in loans for small business (generally 500 or fewer employees), 501(c)(3)s, self-employed, sole proprietors, and independent contractors
- Loans by private lenders equal the lesser of 2 ½ months of average payroll or \$10 million
- PPP loans have a 1.0% fixed rate and the loan is due in 2 years.
- 1099 payments not included in payroll calculation. IC's eligible for their own PPP loans
- Loans convert to grants and 75% of the loan proceeds must be spent on payroll
- Loan forgiveness is reduced proportionally if the employer reduces number of FTEs
- Loan forgiveness is reduced if employer reduces wages by more than 25%
- Employer can avoid reduction in forgiveness if they bring back employees and restore wages by June 30th

<b>Check One:</b> <input type="checkbox"/> Sole proprietor <input type="checkbox"/> Partnership <input type="checkbox"/> C-Corp <input type="checkbox"/> S-Corp <input type="checkbox"/> LLC <input type="checkbox"/> Independent contractor <input type="checkbox"/> Eligible self-employed individual <input type="checkbox"/> 501(c)(3) nonprofit <input type="checkbox"/> 501(c)(19) veterans organization <input type="checkbox"/> Tribal business (sec. 31(b)(2)(C) of Small Business Act) <input type="checkbox"/> Other		<b>DBA or Tradename if Applicable</b>	
<b>Business Legal Name</b>			
<b>Business Address</b>		<b>Business TIN (EIN, SSN)</b>	<b>Business Phone</b> (   )   -
		<b>Primary Contact</b>	<b>Email Address</b>
<b>Average Monthly Payroll:</b>	\$	x 2.5 + EIDL, Net of Advance (if Applicable) Equals Loan Request:	<b>Number of Employees:</b>
<b>Purpose of the loan</b> (select more than one):			
<input type="checkbox"/> Payroll <input type="checkbox"/> Lease / Mortgage Interest <input type="checkbox"/> Utilities <input type="checkbox"/> Other (explain): _____			



# SMALL BUSINESSES, SELF-EMPLOYED, INDEPENDENT CONTRACTORS, NON-PROFITS

## Paycheck Protection Program (PPP) LATEST NEWS

- On Friday, April 3<sup>rd</sup>, SBA 7(a) lenders began offering Paycheck Protection Program (PPP) loans for small businesses
- On Saturday, April 4<sup>th</sup>, SBA updated eligibility criteria for faith-based organizations and churches
- U.S. Chamber of Commerce requested that Congress provide additional PPP funding
- As of Wednesday, April 8<sup>th</sup>, \$100 billion of loans were in the system
- Wednesday night, Treasury & SBA issued additional guidance for borrowers and lenders
- Starting Friday, April 10<sup>th</sup>, SBA 7(a) lenders will extend PPP loans to non-employer small businesses.
- PPP lenders have grown from 1,800 to over 2,400. Ask your bank if they offer PPP loans.



# LEARN MORE ABOUT THE PAYCHECK PROTECTION PROGRAM

## KEEP UP TO DATE

[www.uschamber.com/co](http://www.uschamber.com/co)

Prepared by the U.S. CHAMBER OF COMMERCE

## CORONAVIRUS EMERGENCY LOANS Small Business Guide and Checklist



The Coronavirus Aid, Relief, and Economic Security (CARES) Act allocated \$350 billion to help small businesses keep workers employed amid the pandemic and economic downturn. Known as the Paycheck Protection Program, the initiative provides 100% federally guaranteed loans to small businesses.

Importantly, these loans may be forgiven if borrowers maintain their payrolls during the crisis or restore their payrolls afterward.

The administration soon will release more details including the list of lenders offering loans under the program. In the meantime, the U.S. Chamber of Commerce has issued this guide to help small businesses and self-employed individuals prepare to file for a loan.

Here are the questions you may be asking—  
and what you need to know.



U.S. Chamber of Commerce  
Small Business Policy



@SmallBizPatriot