



# Economic Injury Disaster Loan (EIDL) from the SBA

## Important Things to Know:

The U.S. Small Business Administration (SBA) has designated COVID-19, the “Corona Virus” as a qualifying event for the provision of Economic Injury Disaster Loans (EIDL) for businesses and private non-profits in declared zones.

Source of the Funding: U.S. Treasury – Small Business Administration

Funding Amount: Up to \$2 Million per loan

Funding Availability: Applications Open Now – <http://disasterloan.sba.gov>

### Overview

The EIDL is a low-interest, fixed-rate loan that can provide up to \$2 million in assistance for a small business. SBA’s Economic Injury Disaster Loan (EIDLs) funds come directly from the U.S. Treasury. Applicants do not go through a bank to apply, and instead, apply directly to the SBA. Actual loan amounts are based on the amount of economic injury. The EIDL helps meet the necessary financial obligations that your business or private non-profit organization could have met had the disaster not occurred. This is working capital for expenses, it does not replace profits.

### Eligible Business

EIDL provides up to \$2 million of financial assistance to small businesses or private, non-profit organizations that suffer substantial economic injury as a **direct result** of the declared disaster.

- ✓ Is my Businesses directly affected by the disaster?
- ✓ Does my business offer services directly related to the businesses in the emergency declaration?
- ✓ Has the disaster caused other businesses to suffer and that is now affecting my business?

Depending on your industry, a small business could be defined as business with a maximum of 250 employees or a maximum of 1,500 employees.

### Uses & Terms

- Loans may be used for working capital to support payroll expenses, rent, mortgage payments, utility expenses, or other similar expenses that occur in the ordinary course of business.
- interest rate is 3.75%
- long-term repayments in order to keep payments affordable, up to a maximum of 30 years. Terms are determined on a case-by-case basis, based upon each borrower’s ability to repay.

Additional Information can be found online at: <http://disasterloan.sba.gov/>

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