

WHAT IS IT?



The EIDL is a long-term, low-interest, repayable loan program, disbursed directly by the SBA. It is designed to provide working capital to eligible small businesses and nonprofits that are currently experiencing a temporary loss of revenue due to COVID-19.

WHAT DO I NEED TO KNOW?



- **AMOUNT AVAILABLE:** Six months of working capital up to \$150,000
- **TERMS:** Interest = 3.75% for businesses, 2.75% for nonprofits, Repayment: Up to 30 years
- **COLLATERAL:** Required for loans over \$25,000. SBA uses a general security agreement (UCC) designating business assets as collateral, such as machinery and equipment, furniture and fixtures, etc.
- **CREDIT BASED:** As with other loans, your credit score will be taken into account for approval
- **NOT FORGIVABLE:** Loan may be repaid at any time with no pre-payment penalties
- **ALLOWABLE USES:** Monthly utility, rent and payroll expenses; Scheduled loan or tax payments; Repairs, and replacing customary inventories. EIDL loan contract states "Use of Loan Proceeds" that the borrower will use all the proceeds of this loan solely as working capital to alleviate economic injury caused by the disaster.

EIDL funds cannot pay-off old debts, refinance another debt, or buy capital assets, new construction, vehicles, etc.

HOW DO I PREPARE TO APPLY?



- Check your credit score ahead of time as it will be evaluated as part of the loan application process.
- Gather your tax returns and internal financial statements for 2019 & 2020
- Please note the SBA recommends you keep your EIDL funds on a separate bank account to easily show how funds are spent.

WHERE DO I APPLY?



Follow this direct link to start the simplified application process: <https://covid19relief.sba.gov/#/> Please note after the initial questionnaire, you will receive an e-mail from the SBA inviting you to create an account where you can upload the documents required to evaluate your eligibility.

WHEN & HOW DO I PAY IT BACK?

Deferred one year; interest still accrues. You may make payments if you choose to do so.



Set up online payments through [Pay.gov](https://www.pay.gov/) OR mail payments to:
U.S. Small Business Administration
721 19th Street
Denver, CO 80202

Be sure to include EIDL loan number on mailed-in checks.