SBA To Provide Economic Injury Disaster Loans For Coronavirus Related Economic Disruptions

U.S. Small Business Administration
SBA’s Economic Injury Disaster Loan Basics

What businesses are eligible to apply?
• Small businesses
• small agricultural cooperatives
• small aquaculture businesses
• most private non-profit organizations

Must be:
• directly affected by the disaster
• located in the disaster area
SBA’s Economic Injury Disaster Loan Terms

How much can I borrow?
Up to $2 million.
3.75% for small business
2.75% for NFPs

Term
1 year deferred payment
Up to 30 year term/amortization

How can I use the loan funds?
• Fixed debt payments
• payroll
• accounts payable
• other bills

But not:
× Dividend payments
× Disbursements to owners
× Repayment of stockholder loans except as a result of the disaster
× Facility expansion
× Refinance of long term debt
× Physical damage
× Payment of federal debt
What are the collateral requirements?

- Real estate preferred on loans over $25,000.
- On loans under $25,000, a personal guarantee but not collateral is required.
- **Lack of collateral is not a reason for decline.**
Basic Filing Requirements

• Application (Form 5 or 5C)
• IRS 4506T for the applicant, principals and affiliates.
• Business Federal Income Tax Return
• Schedule of Liabilities (SBA Form 2202).
• Personal Financial Statement (SBA Form 413).
• SBA Form 1368 (Monthly Sales Tracking)
Additional Filing Requirements

Other information that may be requested:

• Personal Tax Returns for all principals.
• Year-end financial statements
• Interim (Current) P&L
Ineligible Entities

What are some of the businesses that are ineligible for an Economic Injury Disaster Loan?

- Farms
- Religious Organizations
- Gambling Concerns
- Casinos & Racetracks
- Speculative Entities
- SBA Loan Packagers
- Lobbyists
- Real Estate Developers
- Concerns that have credit available elsewhere
How to Apply

SBA’s Customer Service Representatives are ready to serve.

• [https://disasterloan.sba.gov/ela](https://disasterloan.sba.gov/ela).

• Paper loan applications can be downloaded from [www.sba.gov/disaster](http://www.sba.gov/disaster). Completed applications should be mailed to: U.S. Small Business Administration, Processing and Disbursement Center, 14925 Kingsport Road, Fort Worth, TX 76155.

• SBA’s Customer Service Center at 800-659-2955 can provide applications. [disastercustomerservice@sba.gov](mailto:disastercustomerservice@sba.gov).
Submit a COMPLETE Application As Soon As Possible

MISSING INFORMATION IS THE BIGGEST CAUSE OF DELAY
Disaster Loan Application Portal (DLAP)

DOUBLE-CCLICK ON THE LINK TO ACCESS THE SITE
https://disasterloan.sba.gov/ela/

CLICK to APPLY ONLINE
Economic Injury Disaster Loan Assistance

Small business owners in all U.S. states, Washington D.C., and territories are currently eligible to apply for a long-term low-interest loan due to Coronavirus (COVID-19).

The SBA’s Economic Injury Disaster Loan program provides small businesses with working capital loans of up to $2 million that can provide vital economic support to small businesses to help overcome the temporary loss of revenue they are experiencing.

If you are applying for disaster assistance for another declaration, then please see the home owners and renter’s form here.

Instructions to Apply

1. Download forms below
2. Fill in your information
3. Upload forms on this page below
4. If you choose to mail, then please see Mailing Instructions below

Download Business Forms

1. Business Loan Application (Form 5) (en Español)
2. Home or Sole Proprietor Loan Application (SBA Form 5C) (en Español)
3. Economic Injury Disaster Loan Supporting Information (Form P-013)

Additional Forms

A Disaster Assistance loan officer may request you to fill out the following additional forms:

- Fee Disclosure Form and Compensation Agreement (Form 150D)
- Personal Financial Statement (SBA Form 413D) Personal Financial Statement (SBA Form 413D) (en Español)
- Request for Transcript of Tax Return (IRS Form 4506-T)
- Instructions for Request for Transcript of Tax Return (IRS Form 4506-T) (en Español)
- Schedule of Liabilities (SBA Form 2202)
- Instructions for Schedule of Liabilities (SBA Form 2202) (en Español)
- Schedule of Liabilities (SBA Form 2202) (en Español)
- PUERTO RICO ONLY: Release of Inheritance and Donation (Modelo SC 2907) (en Español)
- PUERTO RICO ONLY: Hacienda Statement of Authorization
- Additional Filing Requirements (SBA Form 1368)
- Additional Filing Requirements (SBA Form 413D) Spanish

Upload Business Forms

Upload Your Loan Documents
Securely upload completed Disaster Applications

Drag and drop files
Browse your device
FAQ

• Are startups eligible? → Yes.
• How much should I ask for? → Based on needs.
• How do I demonstrate losses? → Consider your fixed expenses.
• What if I don’t have enough collateral? → Collateral is not a reason for decline.
• What do I need to do with my bank? → Nothing, this is a direct loan. However, you should be in contact with them about your situation.
• How much does this cost? → No fees, but documentary costs may apply in some cases, for example when collateral is required.
• Is there a prepayment penalty? → No.
• I have a LOC available. Is that credit elsewhere and am I eligible? → If you have been adversely impacted by the crisis and are concerned about making your payments, we want you to apply.
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