



The EIDL loan:

MAX LOAN AMOUNT	Up to \$2 million
WHAT CAN THE MONEY BE USED FOR?	Working Capital (pay fixed debts, payroll, accounts payable and other bills)
WHAT IS THE INTEREST RATE?	3.75 Fixed for the life of the loan
WHAT IS THE LOAN TERM?	Maximum 30 years, based on ability to pay
WHAT ARE THE REPAYMENT TERMS?	Payment deferments of principal and interest available (e.g. no payment for 6 months)
WHAT ARE THE FEES?	No fees paid by borrower or bank
WHAT IS THE COLLATERAL?	Collateral is required if the loan is for more than \$25,000.

WHO IS ELIGIBLE?

- Small business, small agricultural cooperatives, Employee Stock Ownership Plans (ESOPs), cooperatives, tribal business concerns, OR Non-profit (501(c)(3) with fewer than 500 employees)
- An individual who operates as a sole proprietor and independent contractors

WHERE TO GET THE EIDL LOAN?

- Apply directly on the SBA Website at <https://covid19relief.sba.gov/#/> (Link is also available at www.mcdp.info/together) - ONLINE APPLICATION although a paper version can be found at <https://disasterloan.sba.gov/ela/Information/Paperforms>.
- Basic applicant information is needed to determine eligibility and loan amount and
- A comprehensive loan request packet must be provided with historical financial information, projections, etc.) and you must show the ability to repay the loan.

Information needed for this loan includes:

- Basic applicant information (like name, address, tax id number, etc.)
- Information from your financial statements (gross profits, gross sales, expenses, etc.)
- Copies of most recent Federal Income Tax Returns
- Schedule of Liabilities Information ([SBA Form 2202](#))
- Personal Financial Statement ([SBA Form 413](#))
- Tax Information Authorization ([IRS Form 4506T](#))

An attractive feature of the EIDL is a provision allowing applicants to request a GRANT ADVANCE of up to \$10,000 on the loan to provide immediate relief toward paid sick leave, payroll and other debt requirements. This is requested at the time of the EIDL application. This \$10,000 is a GRANT, and is not added back into the principal amount of the loan