



**Greater Austin Asian Chamber of Commerce**  
**SBA EIDL and PPP Loans Comparison**

<b>Loan Program</b>	<b>Economic Injury Disaster Loan (EIDL)</b>	<b>Paycheck Protection Program (PPP) Loan</b>
<b>Who Makes the Loan</b>	Small Business Administration (SBA) <a href="https://covid19relief.sba.gov/#/">https://covid19relief.sba.gov/#/</a>	Banks, Credit Unions, other financial institutions
<b>Program Period</b>	Now, through December 31, 2020	Now, through June 30, 2020 or until funds run out
<b>Who Can Apply</b>	<ul style="list-style-type: none"> <li>• 500 or fewer employees</li> <li>• Sole proprietor, independent contractor, self-employed AND</li> <li>• In business since January 1, 2020</li> </ul>	<ul style="list-style-type: none"> <li>• 500 or fewer employees</li> <li>• Sole proprietor, independent contractor, self-employed</li> <li>• Most small businesses, franchise</li> <li>• In business since February 15, 2020</li> </ul>
<b>Loan Maximum</b>	\$2 million Applicants can request advance EIDL grant of up to \$10,000 (no need to repay this)	2.5x average monthly payroll (salaries, benefits etc) over previous 12 months, up to \$10 million
<b>Loan Can Be Used For</b>	<ul style="list-style-type: none"> <li>• Payroll, including benefits</li> <li>• Fixed debt (mortgage, rent)</li> <li>• Accounts payable</li> <li>• Other bills</li> </ul>	<ul style="list-style-type: none"> <li>• Payroll, including benefits</li> <li>• Interest on mortgage before Feb 15</li> <li>• Rent on leases signed before Feb 15</li> <li>• Utilities begun before Feb 15</li> </ul>
<b>Loan Term</b>	Up to 30 years	Up to 2 years
<b>Interest</b>	3.75% for businesses/2.75% for nonprofits	1% for all borrowers
<b>Forgiveness</b>	None Advance up to \$10K is forgiven Loan must be used for: <ul style="list-style-type: none"> <li>• Providing sick leave for staff</li> <li>• Maintain payroll</li> <li>• Meet increased costs</li> <li>• Rent/mortgage</li> <li>• Other obligations</li> </ul>	Eligible expenses within 8 weeks of loan <ul style="list-style-type: none"> <li>• Payroll costs</li> <li>• Mortgage interest</li> <li>• Rent &amp; utilities</li> </ul> Forgiveness will be reduced if decrease staff or salaries by more than 25% Have until June 30 to rehire full time staff
<b>Repayment</b>	Per SBA terms Deferment is unclear at this time	Payments and interest are deferred for 6 months
<b>Other</b>	No collateral No personal guarantee if loan <\$200,000 No prepayment penalties	No collateral No personal guarantee No prepayment penalties
<b>Required Documents</b>	<ul style="list-style-type: none"> <li>• SBA Form 5 Application</li> <li>• Credit score</li> <li>• IRS Form 4506T</li> <li>• Most recent federal business income tax return</li> <li>• SBA Form 1143 Personal Financials</li> <li>• SBA Form 2202 Schedule of Liabilities</li> </ul>	Two page application (get from your bank) Payroll expenses

NOTE: You can get information directly from SBA in different Asian languages by calling 800.659.2955