The Paycheck Protection Program, part of the new CARES stimulus package, is a federal loan program aimed at helping small businesses who have been severely impacted by Coronavirus. In addition to the Paycheck Protection Program loan, the U.S. Small Business Administration (SBA) is also offering an Economic Injury Disaster Loan (EIDL) to small business owners. You can apply for this low-interest, federal disaster loan directly through the SBA.

We are currently waiting on guidance from the SBA on the full details of these two programs. In the meantime, we include a comparison chart below to illustrate each program’s highlights as we know them right now.

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**COVID-19: SMALL BUSINESS LOAN OPTIONS**

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The Paycheck Protection Program (PPP) and the Economic Injury Disaster Loan (EIDL) are federal loan programs aimed at helping small businesses impacted by Coronavirus. Here’s a comparison of their key features:

### Paycheck Protection Program (PPP)
- **USES**:
  - Payroll Expenses
  - Employee Salaries
  - Mortgage Interest
  - Rent and Utilities
  - Interest on debt incurred before 2.15.20

- **AMOUNT**: 2.5X business’s average monthly payroll up to $2 million

- **RATES**: Fixed 4% Annual Percentage Rate

- **TERMS**:
  - no payments for first 6-12 months then a 10-year term

- **FORGIVENESS**:
  - up to 100% with approval

### Economic Injury Disaster Loan (EIDL)
- **USES**:
  - Payroll
  - Fixed Debts
  - Accounts Payable
  - Other expenses that can’t be paid because of the disaster’s impact

- **AMOUNT**: up to $2 million

- **RATES**: 3.75% Annual Percentage Rate

- **TERMS**:
  - up to 30 years

- **FORGIVENESS**:
  - 0% is eligible for forgiveness

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*This information is accurate and updated as of 3.27.2020. Terms and conditions are subject to change.*

*Our sincere gratitude to Live Oak Bank for their assistance in creating this document.*