

# 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

# Economic Injury Disaster Loan Terms



## 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>.
- *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-CLICK ON THE LINK TO ACCESS THE SITE

<https://disasterloan.sba.gov/ela/>

The image shows a screenshot of the SBA Disaster Loan Assistance website. The SBA logo and "U.S. Small Business Administration" are in the top left. The top navigation bar includes links for "Loan Information", "Search Declarations", and "Apply Online" (which is highlighted with a red box). Below the navigation bar, the main heading is "Disaster Loan Assistance" with the subtitle "Federal Disaster Loans for Businesses, Private Nonprofits, Homeowners, and Renters".

Below the website screenshot is a diagram with three overlapping circles:

- A red circle on the left with a location pin icon and the text "Eligible Disaster Areas".
- A blue circle in the center with a computer and smartphone icon and the text "Apply Online". This circle is highlighted with a red border.
- A green circle on the right with a loading spinner icon and the text "Check Application Status".

A dark blue box with the text "CLICK to APPLY ONLINE" has an arrow pointing to the "Apply Online" link in the website screenshot.

# 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 owner's 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 \(Form P-019\)](#)

## Additional Forms


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

- [Fee Disclosure Form and Compensation Agreement \(Form 159D\)](#)
- [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 \(SBA Form 2202\)](#)
- [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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