

CARES Act Relief Resources for Businesses

	Economic Injury Disaster Loans & Emergency Grant	Employee Retention Credit	Paycheck Protection Program	Payroll Tax Deferral Program	Credit Support Relief for Large Businesses
Key Features	<p>Low Interest Federal Loans Businesses – 3.75% Nonprofits – 2.75% Loan Amts. – max \$2 million Max Maturity 30 Yrs.</p> <p>An emergency grant up to \$10K available within 3 days of application (does not need to be repaid)</p>	<p>Payment equal to 50% of employee wages. Wages are capped at \$10K per employee (i.e. 50% x \$10K) In the form of refundable payroll tax credit</p> <p>Not available if Paycheck Protection Program relief is obtained</p> <p>For employers averaging 100 or less employees in 2019, all qualified wages included</p> <p>For employers averaging more than 100 employees in 2019, there are restrictions on what constitutes qualified wages (only those employees who are not providing services are counted)</p>	<p>Non-recourse forgivable loans up to 1% interest and 2 yr. maturity</p> <p>Loan forgiveness, if proceeds are used for payroll rent, utilities, mortgage interest, etc.</p> <p>Forgivable amount must be spent within 8 weeks of loan date</p> <p>Max loan amount equal to 2.5x average monthly payroll over prior 12 months (\$100K salary limit per employee)</p> <p>No taxable income recognition upon debt relief</p>	<p>Defers due date of employer portion of Social Security tax incurred between 3/27-12/31/2020</p> <p>Available to business and sole proprietors</p> <p>50% of deferred tax liability is due on 12/31/2021; remaining 50% due on 12/31/2022</p> <p>No interest or penalties charged; no limits or caps on amount.</p>	<p>Non-forgivable loan issued at the discretion of US Treasury</p> <p>No maximum amount</p> <p>Rates and terms are negotiable with maturities not to exceed 5 years</p> <p>Over \$450 Billion to Treasury for loans and loan guarantees</p>
Eligibility	<p>Must qualify as small business under SBA guidelines as modified by CARES Act</p> <p>Generally less than 500 employees and not a prohibited business</p> <p>Proceeds can be used for payroll, rent and utilities, or mortgage interest</p> <p>No need to demonstrate that hardship is result of coronavirus</p>	<p>Requires full or partial shutdown of business or a 50% reduction in gross receipts.</p>	<p>Must demonstrate adverse impact on business, i.e. staffing challenges, reduction in sales and/or customers</p> <p>Other requirements similar to Economic Injury Disaster Loan requirements</p> <p>Employee headcount and salary levels must be maintained</p>	<p>No requirement to demonstrate direct adverse effect is due to coronavirus</p> <p>Not available if Paycheck Protection Program relief is obtained and is coupled with debt forgiveness</p>	<p>Targets businesses that do not qualify under SBA guidelines</p> <p>Limitations with respect to dividend payouts, stock buy backs, and compensation levels</p>
Application Details	<p>Application made directly to SBA</p> <p>Electronic application available online</p>	<p>No application required</p> <p>Amounts reflected within quarterly payroll filing Form 941</p> <p>IRS has released new Form 7200 to claim advance payment of tax credit. Credit is for employer's share of Social Security Tax</p>	<p>Loan applications are made directly to and administered by approved SBA 7(a) lenders</p>	<p>No application required</p> <p>Amounts reflected within quarterly payroll filing Form 941</p>	<p>Specific guidance not yet released</p>