

EIDL Advance program closed on July 11

\$20 Billion in EIDL Advances was awarded to small businesses and non-profits.
39,270 Arizona businesses have received \$2.312 billion in EIDL loans as of July 3.

July 3, 2020

**SBA Disaster Assistance Update
Nationwide EIDL Loans / COVID-19**

Loans Approved		2,235,192	Dollars Approved		\$134,631,289,182
STATE	APPROVED	DOLLARS	STATE	APPROVED	DOLLARS
Alabama	25,774	\$ 1,374,690,477	Kansas	13,152	\$ 807,096,050
Alaska	5,780	\$ 358,772,700	Kentucky	16,249	\$ 908,776,900
Arkansas	13,401	\$ 734,774,819	Louisiana	40,513	\$ 2,273,821,400
Arizona	39,270	\$ 2,312,317,562	Maine	7,839	\$ 473,388,300
California	370,254	\$ 24,828,709,998	Maryland	37,153	\$ 2,264,399,000
Colorado	39,244	\$ 2,409,328,749	Massachusetts	39,740	\$ 2,574,141,000
Connecticut	23,224	\$ 1,540,612,300	Michigan	50,915	\$ 3,083,547,472
Delaware	5,656	\$ 355,514,700	Minnesota	28,283	\$ 1,757,129,242
Florida	233,942	\$ 12,472,503,191	Mississippi	17,221	\$ 856,144,701
Georgia	93,367	\$ 4,884,880,055	Missouri	26,420	\$ 1,487,323,700
Hawaii	13,970	\$ 787,482,700	Montana	7,596	\$ 430,005,200
Idaho	9,010	\$ 516,949,900	Nebraska	10,030	\$ 627,019,702
Illinois	83,716	\$ 4,671,067,629	Nevada	24,587	\$ 1,528,956,480
Indiana	24,833	\$ 1,428,377,005	New Hampshire	8,250	\$ 528,187,600
Iowa	11,522	\$ 750,336,750	New Jersey	74,405	\$ 4,912,614,744

Figures as of 7/2/20

2



EIDL applications are still available for all small businesses

EIDL is to be used for working capital | 30-year fixed at 3.75% | expires 9/30/2020

Apply at: <https://covid19relief.sba.gov/#/>

PPP APPLICATION DEADLINE EXTENDED TO AUGUST 8

\$130+ BB still available for PPP loans to help small businesses

81,320 AZ small businesses have received \$8.562 Billion in PPP funds

- Extends the deadline to apply for a PPP loan to **AUGUST 8** from June 30.
- Extends the PPP loan forgiveness period to include costs incurred **over 24 weeks** after a loan is issued **or through Dec. 31**, whichever comes first. Businesses that received a loan before the measure is enacted could keep the current eight-week period.
- **Extends to Dec. 31 from June 30** a period in which loans can be forgiven if businesses restore staffing or salary levels that were previously reduced. The provision would apply to worker and wage reductions made from Feb. 15 through 30 days after enactment of the CARES Act, which was signed into law on March 27.
- Maintains forgiveness amounts for companies that document their inability to rehire workers employed as of Feb. 15, and their inability to find similarly qualified workers by the end of the year. Under the modified measure, companies can still qualify for forgiveness if they show that they couldn't resume business levels from before Feb. 15 because they were following federal requirements for sanitization or social distancing.
- **Requires at least 60% of forgiven loan amounts to come from payroll expenses.**
- Repeals a provision from the CARES Act that barred companies with forgiven PPP loans from deferring their payroll tax payments (6.2% FICA). Employers can defer employer portion of FICA payroll tax until Dec. 31, 2021, paying 50% by Dec. 31, 2021, and another 50% by Dec. 31, 2022
- **Allows borrowers to defer principal and interest payments on PPP loans until the SBA compensates lenders for any forgiven amounts**, instead of the current six-month deferral period. **Borrowers that don't apply for forgiveness would be given at least 10 months after the program expires to start making payments.**
- **Establishes a minimum loan maturity period of five years following an application for loan forgiveness**, instead of the current two-year deadline set by the SBA. That provision will automatically apply to PPP loans issued **after June 5**. Those issued prior to June 5 may be extended to a 5-year maturity or kept at the 2-year loan maturity at the mutual agreement of the borrower and the lender.
- **Increases eligibility for convicted felons** whose conviction was 3 years ago instead of 5 years. Those convicted of fraud or financial crimes are excluded.

State	Loan Count	Net Dollars
AK	11,201	\$1,268,152,120
AL	66,178	\$6,171,776,434
AR	42,524	\$3,306,785,127
AS	235	\$10,684,152
AZ	81,320	\$8,562,279,019
CA	584,057	\$67,434,221,209
CO	104,665	\$10,307,838,005
CT	61,246	\$6,649,978,553
DC	12,536	\$2,119,096,826
DE	12,539	\$1,493,085,658
FL	395,658	\$31,527,299,634
GA	158,328	\$14,332,157,048
GU	2,163	\$191,708,668
HI	24,566	\$2,462,532,625
IA	58,695	\$5,086,069,154
ID	30,233	\$2,576,539,776
IL	203,147	\$22,319,757,145
IN	79,373	\$9,444,978,210
KS	52,032	\$5,000,704,255
KY	48,516	\$5,232,005,575

Source: [SBA.gov](https://www.sba.gov)

The PPP forgiveness application must be done through the lender that extended the PPP loan

There is no hurry to apply for forgiveness. Borrowers now have until Dec. 31, 2020 to apply. Those who do not wish to apply for forgiveness have **10 months instead of 6 months** before they must start to repay the PPP loan. We recommend taking time to prepare the required documentation before applying for loan forgiveness.

Assisting applicants with PPP loan inquiries:

If applicants submitted to multiple lenders/fintech companies and can't remember who they submitted their applications to or which one approved their PPP, contact the YC SBDC (sbdc@yc.edu) to provide the following information. We will forward to the SBA to look up the application:

- Applicant full name – first, last, middle initial if used
- Applicant business name as entered in PPP application
- EIN number of the business or owner's social security number
- 10-digit SBA number received upon successful submission of application

If an applicant has applied at multiple locations and has several applications in process, they must contact the lender to cancel all except the one they want to work with. See below.

- If the applicant has an approval and doesn't wish to close and fund with that bank **they must contact that bank** and have them cancel their approval in order for another lender to obtain approval.
- If there are **duplicate approvals**, the borrower must notify the bank(s) they do not wish to work and that bank must cancel their application.
- If they **received ghost funding** or funding from a bank without notification and do not wish to proceed with that bank **they have to work out a refund with that bank.**

If a borrower wants to return the funds they received for either EIDL or PPP, they should write in the memo area of the check "**Repay EIDL Advance or EIDL or PPP funds**" and include the SBA loan number received for each loan. Mailing Address to send the check:

SBA, 721 19th St., Denver, CO 80202

USDA COVID-19 Disaster Funding for Rural Businesses

The USDA is making **up to \$1 billion** in loan guarantees to help rural businesses meet their working capital needs. This applies to businesses located in areas with less than 50,000 in population.

Qualified lenders include Federal and state-chartered banks, savings and loans, farm credit banks, credit unions.

Qualified borrowers include: for-profit, non-profit, cooperatives, federally recognized tribes, and public bodies

- Borrowers must be US citizens or reside legally in the US
- Borrowers must demonstrate that funds will remain in the US and the facility receiving funds will create new or save US jobs
- Funds may be used for conversions, enlargement, repair, modernization or development, purchase of land, development, easements, buildings, equipment, machinery, supplies, debt refinancing to improve cash flow and create jobs

See this link for more details:

<https://www.rd.usda.gov/programs-services/business-industry-loan-guarantees>

On Wednesday, July 15 at 10 am, the SBDC is hosting Gary Mack and Clint Kaasa from the USDA, Leticia Scarce from Canyon Community Bank, and Jordan Blanchard, EVP with Live Oak Bank, to discuss this and the standard Business & Industry Loan Program.

[Register using this link.](#)

AMERICA'S SBDC ARIZONA

"Special COVID-19 Funding from the USDA"

WEBINAR

July 15 @ 10am

RURAL BUSINESSES & AGRICULTURAL PRODUCERS

Business & Industry CARES Act Program

All businesses, non-profits, cooperatives, Federally-recognized tribes and public entities are eligible operating in rural areas with less than 50,000 in population.

Register Here

<https://bit.ly/USDAFunding>

AMERICA'S SBDC ARIZONA **Yavapai COLLEGE** **ARIZONA** **SBA**

For more information, please contact Katherine Anderson at 928-717-7232 or katherine.anderson@yc.edu