



COVID-19 Business Resources



Overview

Federal, State and Other Emergency Programs

Federal Programs

-SBA Economic Injury Disaster Loan

-Emergency Economic Injury Grant

- SBA Express Bridge Loan
- Paycheck Protection Program
- Small Business Debt Relief Program
- Federal Reserve Loan
- IRS Employee Retention Credit



U.S. Small Business
Administration



SBA Economic Injury Disaster Loan (EIDL)

- **Eligibility:** self-employed, independent contractors, sole proprietors and businesses (for profit and nonprofit).
- **Terms:** up to \$2M, 15-30 years, 3.75% (2.75% for nonprofits) and deferred payments for 1 year.

**A forgivable advancement is also available up to \$10k.*

***Note:** Funding is currently depleted, but Congress may allocate additional funds.*

SBA Express Bridge Loan

- **Eligibility:** Current relationship with SBA, been in operation before 3/13/2020 and have fewer than 500 employees.
- **Terms:** up to \$25k, 5 years, 6-8% and deferred payments for 6 months.

Note: if other federal funds are received, this loan must be paid off right away.

Paycheck Protection Program (PPP)

- **Eligibility:** Businesses in operation February 15, 2020 or earlier, fewer than 500 employees and NAICS codes beginning with 72. *(Franchises are eligible)*
- **Terms:** Total award made up of 250% of average monthly payroll, up to \$10M forgivable loan for 8 weeks of payroll, rent, mortgage interest and utilities assuming all employees are kept on payroll. For non-forgivable portions, terms are 4% over 10 years with 6 month-1 year deferral.

Note: Funding is currently depleted, but Congress may allocate additional funds.

Small Business Debt Relief Program

- The SBA will automatically pay the principal, interest, and fees of **current 7(a), 504, and microloans** for a period of six months.
- The SBA will also automatically pay the principal, interest, and fees of **new 7(a), 504, and microloans** issued prior to September 27, 2020.

Federal Reserve Main Street Lending Program

- **Eligibility:** (1) the business has 10,000 employees or fewer; or (2) the business had 2019 revenues of \$2.5 billion or less.
- **Terms:** 4 years and 1 year deferral.

Note: The Federal Reserve is currently working to create the Program infrastructure and is considering the feedback provided by the public. More information will be posted as it becomes available

IRS Employee Retention Credit

- **Eligibility:** Employers, including tax-exempt organizations, that operate a business during 2020 that experience either:
 - (1) the full or partial suspension of the operation of their trade or business during any calendar quarter because of governmental orders limiting commerce, travel, or group meetings due to COVID-19, or
 - (2) a significant decline in gross receipts.
- **What Does It Do?:** The Employee Retention Credit is a refundable tax credit against certain employment taxes equal to 50% of the qualified wages an eligible employer pays to employees after March 12, 2020, and before January 1, 2021.

What Is USDA Doing During COVID-19?

- **USDA Purchase and Distribution:** USDA will purchase \$3 billion in fresh produce, dairy, and meat. Distributors and wholesalers will then provide a pre-approved box of fresh produce, dairy, and meat products to food banks, community and faith-based organizations, and other non-profits serving Americans in need.
- **Monitoring Food Chains**
- **Direct Support to Farmers and Ranchers:** USDA will provide \$16 billion in direct support based on actual losses for agricultural producers where prices and market supply chains have been impacted.



State of MN Programs

- DEED Small Business Emergency Loan Program (SBEL)
- MN Small Business Loan Guarantee Program
- MN Dept. of Veteran Affairs
- Peacetime Emergency Childcare Grant Program
- MN Unemployment Insurance



Minnesota
Department of Veterans Affairs

MN DEED Small Business Emergency Loan Program

- **Eligibility:** Existing Minnesota small businesses directly and adversely affected whose industry is named in Executive orders 20-04 and 20-08.
- **Terms:** \$2,500-\$35k, 5 years, 0%, 6 months deferral, 20% collateral/guarantee and partial forgiveness may be available.

Note: CEDA and SMIF are both processing in SE MN; applications are processed on a first come first serve basis.

Small Business Loan Guarantee

- **Eligibility:** Minnesota businesses with fewer than 250 employees (including parent company and all locations).
- **Terms:** 80% guarantee up to a maximum of \$200k. A fee of .25% will be put on the guarantee loan principal.

Note: DEED will use enrolled lenders for the program (lenders can apply to participate [HERE](#)).

Department of Veteran Affairs

- **Eligibility:** A Veteran/surviving spouse (who has not remarried) of a deceased Veteran who is a Minnesota Resident, and has been negatively financial impacted by COVID-19.
- **Terms:** A one-time financial relief grant of \$1,000.

Note: For assistance, applicants can call 1-888-LinkVet or go to www.macvso.org

Peacetime Emergency Childcare Grants

- **Eligibility:** Family/group family providers, licensed childcare centers and tribally licensed childcare programs.
 - Permanent license in good standing
 - No findings of fraud
 - Must be eligible to receive public funds
- **Terms:** month-to-month awards starting at \$4,500

***Note:** Application will reopen in May 2020. Providers may be eligible for additional \$/month if they meet certain criteria.*

Minnesota Unemployment Insurance

- **Eligibility:** Under the CARES act, many workers who are unemployed as a result of COVID-19 who would not be eligible for unemployment benefits typically are now eligible (e.g. self-employed, independent contractors).
- **Terms:** \$600/week additional compensation, 13-week extension of benefits. Due to high volume, please follow the application schedule:

If the last digit of your Social Security number is:	Day of week	Time
0, 1 or 2	Monday	6 A.M. to 8 P.M.
3, 4 or 5	Tuesday	6 A.M. to 8 P.M.
6, 7, 8 or 9	Wednesday	6 A.M. to 8 P.M.
Any	Thursday	6 A.M. to 8 P.M.
Any	Friday	6 A.M. to 8 P.M.

Note: MN is still working on implementing changes. They anticipate implementation by the end of April.

Other Things Businesses Can Do Right Now:

- Talk to creditors about potential payment deferrals or payment plans.
- Check with your insurance compan(ies) about potential discounts.
- Ask your accountant about deferments for certain taxes and potential tax credits.
- Be aware that you can apply for many programs that are applicable to you and decline if awarded.
- Share information on unemployment with furloughed employees.
- Take advantage of free digital marketing webinars being delivered during the health emergency.
- Look at free video conferencing platforms like basic Zoom to help with connecting with employees via distance.
- Create a communication plan for how your organization is working through COVID-19.

Let Me Know How I Can Help!

Chris.Giesen@cedausa.com

www.cedausa.com



This information was compiled as of 4/20/2020. As programs and funding evolve, information may change. If you have questions about specific programs, we encourage you to contact that entity directly.