

COVID-19: Grant and Funding Programs

April 7, 2020



Small Business Administration Loans

<https://www.sba.gov/funding-programs/loans/coronavirus-relief-options>

SBA Economic Injury Disaster Loan

<https://www.govloans.gov/loans/loan-details/1504>

- Small businesses (less than 500 employees) can borrow up to \$2 million
- Term up to 30 years
- Based on credit eligibility and ability to repay
- Interest rate for small businesses is 3.75%
- Proceeds cannot be used for:
 - Dividends or distributions to owners
 - Bonuses
 - Repayment of other Federal loans
 - Expanding facilities
 - Refinancing long term debt
 - Relocation

SBA Economic Injury Disaster Loan Advance

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

- Loan of up to \$10,000
- To help small businesses overcome their loss of revenue
- Small businesses must have less than 500 employees
- The small business may be:
 - Sole proprietor
 - Independent contractor
 - Self-employed individual
- Funds will be available within 3 days of approval of the application
- This Advance Does Not Have To Be Repaid

Federal Coronavirus Aid, Relief, and Economic Security (CARES) Act

Paycheck Protection Program

<https://home.treasury.gov/policy-issues/top-priorities/cares-act/assistance-for-small-businesses>

- Maximum of \$10,000,000
- New loan for small businesses
- Small business must have less than 500 employees
- Who is an employee under the CARES Act? Full Time, Part Time, Other
- Loan amount is 250% of average monthly payroll costs for period from February 15 – June 30, 2019
- Term of unforgiven part of loan is 10 years

CARES Act (cont'd)

Medicare Accelerated and Advance Payment

<https://www.novitas-solutions.com/webcenter/portal/MedicareJL/pagebyid?contentid=00226104>

- Eligibility:
 1. Have billed Medicare for claims within 180 days immediately prior to the date of signature on the provider's/supplier's request form,
 2. Not be in bankruptcy,
 3. Not be under active medical review or program integrity investigation, and
 4. No outstanding delinquent Medicare overpayments.
- Able to request up to 100% of the Medicare payment amount for a three-month period

NJ Economic Development Administration

Small Business Emergency Assistance Loans

OPENS: April 13, 2020 at 9:00 am

<https://faq.business.nj.gov/en/articles/3835238-what-loans-are-available-to-small-businesses-via-the-njeda-small-business-emergency-assistance-loan>

- Loans up to \$100,000 for working capital
- 10-year period
- Businesses with less than \$5 million in revenue

Small Business Emergency Assistance Grants

CLOSES: April 10, 2020

https://www.njeda.com/pdfs/NJEDA_COVID-19_Economic-Response-Package-Initial-W

- Operating expense grants of up to \$5,000 for businesses with 1 – 10 employees

Additional Business Emergency Funding & Relief Programs:

<https://nipgroup.com/covid-19-resource-center/#Emergency-Funding>

For more information please contact us at:

(877) 444-0484 x 7466 or conventus@conventusnj.com

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