

Summary of COVID-19 Business & Workforce Programs & Resources

(as of April 6, 2020)

A resource from the San Diego Small Business Development Center has provided two free webinars with valuable information about the available SBA loans, including instructions for completing the applications:

[SBA Webinar with focus on the EIDL](#)

[SBA Webinar with focus on the PPP](#)

U.S. SMALL BUSINESS ADMINISTRATION (SBA) PROGRAMS:

1. [SBA Disaster Loan for Economic Loss \(EIDL\)](#)

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

- Up to \$2M low-interest loan; Eligibility based on impact
- Interest rate is 3.75% for small businesses and 2.75% for private non-profit organizations
- Under the new CARES Act there is an Emergency Economic Injury Grant of up to \$10,000 that will be issued to the applicant within three days even if the application is denied.
- Phone: 800-659-2955 (TTY/TDD: 1-800-877-8339)
- Email: disastercustomerservice@sba.gov
- [Local SBA Contacts](#)

[CLICK HERE to view tips to apply for the EIDL program](#)

2. [Paycheck Protection Program \(PPP\)](#)

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

- Qualified small businesses are eligible for a forgivable loan in the amount equal to 2.5 times your avg monthly payroll, or \$10MM (whichever is less).
 - must be used specifically for payroll, rent obligations, debt service, and/or utilities within 8 weeks of loan funding (any amount used for other expenses or outside with time frame will not be forgiven).
- Loan payments on the amount not forgiven are deferred at least 6 months (max 1 year).
- Interest rate is only 1.0% for entire amount that is not forgiven.
- Specific rules have been written by SBA, but PPP will be administered by private lenders to expedite the process.
- Starting 4/3/2020, small businesses and sole proprietorships can apply for loans to cover payroll and other certain expenses through existing SBA lenders (some lenders may start accepting applications at a later date)
- Starting 4/10/2020, independent contractors and self-employed individuals can do the same.
- [PPP Application Form](#)
- Many lenders are working exclusively with existing customers; start by contacting your current bank to ask if they are enrolled in the PPP.
 - If not, they will be able to make these loans as soon as they are approved and enrolled in the program.

[CLICK HERE to view a more detailed overview of the PPP](#)

Recommendations:

1. **Apply to EIDL immediately** from SBA and receive \$10,000 risk-free by checking the appropriate box on the application.
2. **Apply to PPP when it becomes available** (4/3 for small business, 4/10 for contractors)
3. Determine which loan program you qualify for, and which you would like to pursue based on your needs. You can take the EIDL and convert to PPP later.
4. Keep good records with the intent to pay back the low-interest EIDL loan or receive non-taxable forgiveness for PPP loans.

[CLICK HERE to view a comparison guide for the EIDL and PPP](#)

OTHER FINANCIAL ASSISTANCE	
Agency	Program
<p>City of San Diego</p> <p>Micro-Loan and Grants</p>	<p><u>Small Business Relief Fund</u></p> <ul style="list-style-type: none"> • https://www.sandiego.gov/SBRF • \$10,000 - \$20,000 awards in the form of either: <ul style="list-style-type: none"> • 2.5% interest loans for businesses with 6 – 100 employees • Three-year forgivable loans to companies with 12 or fewer employees • Micro-grants to companies with 12 or fewer employees • The City’s Small Business Development Center is offering free one-on-one business counseling services to assist with this application and many others • City of SD direct contact for this program is Elizabeth Studebaker: estudebaker@sandiego.gov or (619) 453-9348
<p>San Diego South County</p>	<p><u>0% Emergency Loans for Small Restaurants</u></p> <ul style="list-style-type: none"> • https://www.southcountyledc.com/emergencybusinessloanprogram • \$5,000 microloans for restaurants in South County (includes National City) • Nothing due on the loan until April 1, 2021 • SCEDC@SouthCountyEDC.com or (619) 424-5143
<p>California Infrastructure and Economic Development Bank (IBANK)</p>	<p><u>IBANK</u></p> <ul style="list-style-type: none"> • https://www.ibank.ca.gov/small-business-finance-center/ • A unit within California Governor’s Office of Business and Economic Development (GO-Biz), that offers the following loan programs for businesses from one to 750 employees (small businesses). • Contact Kurt Chilcott or Lisa Davis • Local participating lender: California Southern <p><u>Click to view tips to apply for a loan through this program</u></p> <p>DISASTER RELIEF LOAN GUARANTEE PROGRAM (DRLGP)</p> <ul style="list-style-type: none"> • For declared disaster areas to help lenders and small businesses by providing loan guarantees of up to \$1 million <p>JUMP START LOAN PROGRAM</p> <ul style="list-style-type: none"> • Loans from \$500 to \$10,000 to low-wealth entrepreneurs in the declared disaster and emergency areas
<p>California State Treasurer’s Office</p>	<p><u>CALIFORNIA CAPITAL ACCESS PROGRAM (CalCAP)</u></p> <ul style="list-style-type: none"> • https://www.treasurer.ca.gov/cpcf/calcap/sb/index.asp • Designed to provide up to 100% coverage on certain loan defaults which assists with obtaining loans for start-up and working capital • There are at least three participating lenders participating in San Diego as indicated on this list. <p><u>CLICK HERE to view tips to apply for CalCAP</u></p>

<p>California Employment Development Department (EDD)</p> <p>There are significant increases in the amount of disability payments and the length of time the payments will be made in the CARES Act.</p>	<p><u>DISABILITY INSURANCE</u> https://edd.ca.gov/Disability/How to File a DI Claim in SDI Online.htm</p> <ul style="list-style-type: none"> • For sick or quarantined • Request a claim for short-term benefit payments • Benefit amounts are approx. 60-70% of wages (depending on income) and range from \$50-\$1,300 a week <p><u>PAID FAMILY LEAVE</u> https://edd.ca.gov/Disability/How to File a PFL Claim in SDI Online.htm</p> <ul style="list-style-type: none"> • For caregivers • Request for a claim for up to six weeks of benefit payments • Benefit amounts are approx. 60-70% (depending on income) and range from \$50-\$1,300 a week <p><u>UNEMPLOYMENT INSURANCE (UI) CLAIM</u> https://edd.ca.gov/Unemployment/Filing a Claim.htm</p> <ul style="list-style-type: none"> • For school closures or reduced hours • UI provides partial wage replacement benefit payments to workers who lose their job or have their hours reduced, through no fault of their own <p><u>DISABILITY INSURANCE ELECTIVE COVERAGE</u> https://edd.ca.gov/disability/Self-Employed.htm</p> <ul style="list-style-type: none"> • For self employed • To be eligible, either you or an employer had to make contributions in the past 5 to 18 months <p>FEDERAL STIMULUS PACKAGE</p> <ul style="list-style-type: none"> • For individuals and families • Expected to be distributed in April <p>CLICK HERE for details and a calculator tool</p>
<p>California Franchise Tax Board & Department of Tax and Fee Administration</p>	<p><u>CA FRANCHISE TAX BOARD - TAX RELIEF</u> https://www.ftb.ca.gov/about-ftb/newsroom/covid-19/index.html?WT.ac=COVID-19</p> <ul style="list-style-type: none"> • California Franchise Tax Board • Various tax file and pay deadlines extended to July 15, 2020 <p><u>CA DEPT OF TAX & FEE ADMINISTRATION – TAX RELIEF</u> https://www.cdtfa.ca.gov/services/covid19.htm</p> <ul style="list-style-type: none"> • Request for a 60-day extension to file state payroll reports and/or deposit state payroll taxes without penalty or interest

CLICK HERE for additional information resources.

For additional assistance, contact H.F. Fenton Financial Analyst Nicholas Kubarych:
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