



Fanning Harper Martinson Brandt & Kutchin

Key Points About Emergency Economic Injury Disaster Loan (“EIDL”) Grants

- Available to non-profit organizations and businesses with fewer than 500 employees.
- Available from January 31, 2020 through December 31, 2020.
- Waives various restrictions on EIDL loans, including personal guarantees and the need to be in business for the year prior to the disaster.
- The applicant must certify, under penalty of perjury, that the borrower has suffered a substantial economic injury as a result of a disaster.
 - A “substantial economic injury” is defined as economic harm that results in the inability to:
 - Meet its obligations as they mature;
 - Pay its ordinary and necessary operating expenses; or
 - Market, produce, or provide a product or service ordinarily marketed, produced, or provided by the business or non-profit organization.
- A business or non-profit organization that applies for and EIDL based on COVID-19 may ask for an advance of up to \$10,000 of the amount sought in the EIDL application.
- The advance will be paid within three days of the application.
- The business or non-profit organization does not have to repay this advance, even if the applicant is later denied the EIDL.
- The business or non-profit organization can use the advance money for, among other uses:
 - Paid sick leave for employees due to COVID-19;
 - Maintaining payroll during business disruptions or substantial slow-downs;
 - Rent or mortgage payments.
- You can apply for an Emergency EIDL advance at:
<https://www.sba.gov/offices/district/tx/dallas-fort-worth>.

FOR MORE INFORMATION, CONTACT:

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