

## HoganTaylor - Internal Use

### Quick Reference - Comparison of PPP and EIDL

Program Detail	SBA Economic Injury Disaster Loans (EIDL)	Paycheck Protection Program (PPP) - CARES Act
Loan Program Amount	\$50 billion	\$349 billion
Available Loan Amount	Up to \$2 million - SBA Loan Officer determines the amount after application is submitted. \$10,000 emergency advance available within 3 days of application - doesn't have to be repaid.	Based on 2.5 times average monthly payroll costs for the 12 month period before the loan is originated, with limitations on employees making over \$100,000 annually. Seasonal employers may calculate average payroll during the period from either February 15 or March 1, 2019 to June 30, 2019. Maximum loan amount of \$10 million.
Use of Loan Proceeds	Payroll, accounts payable, debt service, working capital	Payroll, debt interest, rent, utilities
Interest Rate	3.75% for businesses; 2.75% for nonprofits	4% maximum
Terms	Up to 30 years	Up to 10 years after 6 to 12 month deferral period
Eligibility	Businesses (including sole proprietorships and independent contractors with or without employees), 501(c)(3) nonprofits, Tribal business concerns - eligibility determined based on size standards by NAICS Code per the SBA Size Standard Table: <a href="https://www.sba.gov/document/support--table-size-standards">https://www.sba.gov/document/support--table-size-standards</a>	Small businesses (including sole proprietorships and independent contractors with or without employees), 501(c)(3) nonprofit organizations, 501(c)(19) veterans organizations, and 32(b)(2)(C) Tribal business concerns with 500 or fewer employees or the number of employees in the SBA Size Standard Table, whichever is greater. For businesses in the restaurant and hospitality industry (NAICS code 72), the 500 employee limit is determined by location.
Loan Forgiveness	No, except for the \$10,000 emergency advance	Potential forgiveness of loan based on proceeds spent in the 8 week period after origination on payroll costs (with limitations on employees paid over \$100,000 annually), including salaries, wages, commissions, and benefits; mortgage interest; rent; utilities; and interest on other debt. Payments must relate to debt agreements, utility service contracts, and lease agreements that were entered into before February 15, 2020. Forgiveness amount is subject to reduction based the company's reduction in employee count and employee pay during the pandemic period.
Personal Guarantee	Required by owners of 20% or more of the company, or at least one guarantor (waived on advance less than \$200,000).	No
Collateral Requirements	Yes, if available	No
Prepayment Penalties	Waived	Waived