



BARON STROHMENGER



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Paycheck Protection Program (PPP)

- **What:** SBA Loan for businesses, *potentially forgivable*
- **Goal:** Keep workers on payroll
- **Apply:** To SBA provider banks
- **Max loan** = 2.5 x average monthly payroll (10MM cap)
- **Eligible expenses:**
 - **Payroll:** 1099 and/or w-2 (limits apply)
 - Business mortgage/rent
 - Business utilities
- **Term:** 2 years
- **Interest rate:** 0.5%



*Receipt of any of the above is not guaranteed.

*Consult your tax advisor before applying for any of the above.

Forgiveness of Paycheck Protection Loan

- **Loan will be forgiven if:**
 - 75% of the forgiven amount relates to *payroll* (1099 or W-2)
 - All employees are kept on payroll for 8 weeks from loan origination
- **Apply:** April 3-June 30, 2020
- <https://www.sba.gov/funding-programs/loans/paycheck-protection-program-ppp>



Finance your
business with an
SBA loan.



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Economic Injury Disaster Loan (EIDL) & EIDL Grant

- **What:** \$10,000 SBA emergency grant, available within 3 business days, ***potentially forgivable***
- **Goal:** Cover business expenses during emergency
- **Apply:** To SBA directly
- **Max:**
 - \$10,000 grant (\$2MM cap on loan)
- **Eligible expenses:**
 - Payroll
 - Sick leave
 - Production costs
 - Business debt
 - Business rent
 - Business mortgage
- **Term:** Up to 30 years
- **Interest rate:** 3.75%



U.S. Small Business
Administration

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Forgiveness of EIDL Grant

- **EIDL Grant (\$10,000) will be Forgiven if:**

- Funds are used for eligible expenses during covered period
- Business was already operational January 31, 2020
- Business has <500 employees



- **Apply:** January 31-December 31, 2020

- <https://www.sba.gov/funding-programs/disaster-assistance>

- **Note:** Can get \$10,000 grant regardless of loan approval/denial

- **Note:** If you apply for an EIDL grant, you can still apply for a PPP loan. The amount forgiven under the PPP loan will be reduced by the \$10,000 grant



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Paycheck Protection Program (PPP)

Economic Injury Disaster Loan (EIDL)

Payroll Expenses
Employee Salaries
Mortgage Interest
Rent and Utilities
Interest on debt incurred before 2.15.20



Uses

Payroll
Fixed Debts
Accounts Payable
Other expenses that can't be paid because of the disaster's impact

2.5X

business & average
monthly payroll
up to \$10 million



Amount

up to **\$2 million**

fixed
0.50%
Annual Percentage Rate



Rate

3.75%
Annual Percentage Rate

no payments for first
6 months
then a 2 year term loan



Terms

up to **30 years**

up to **100%** with approval



Forgiveness

\$10,000 Emergency Grant
eligible for forgiveness

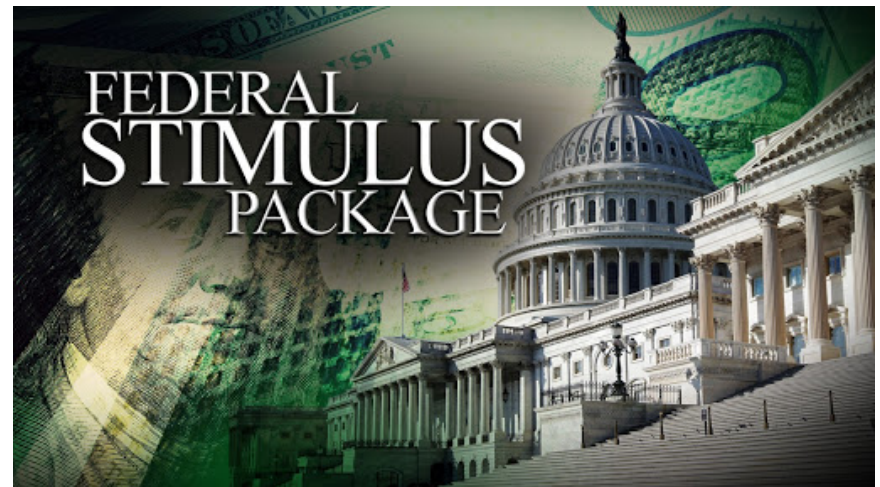
*You can apply for the EIDL \$10,000 grant and loan, and still be eligible to apply for PPP. However, you may not use EIDL funds for the same purpose you will use PPL funds. Your forgiveness amount could change if funds uses are duplicated.

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Stimulus Package

- Income up to \$75,000 (Single) or \$150,000 (Married) will receive \$1,200 checks, + \$500 per dependent child
 - Phase-outs apply
 - If filed based on 2019 1040
 - Or 2018 1040
- Direct deposit if on file or can apply through web-based system.



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Bridge Loan

- Pre-existing program run by the State of Florida setup for disasters
- Max: Up to \$50,000
- Interest-free for 1 year, then 12% per year after
- Must apply by May 8, 2020
- <https://floridadisasterloan.org>



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Contact us!



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