

## *SBA Disaster Assistance Loans*

### *Summary*

U.S. Small Business Administration is offering low-interest federal disaster loans in designated areas for working capital to small businesses and non-profits suffering substantial economic injury as a result of the Coronavirus (COVID-19). Loans may be used to pay fixed debts, payroll, accounts payable and other bills that can't be paid because of the disaster's impact. The interest rate is 3.75% for small businesses without credit available elsewhere; businesses with credit available elsewhere are not eligible. The interest rate for non-profits is 2.75%. The term is up to 30 years, with the first repayment due in one year; terms are determined on a case-by-case basis. Maximum loan size is \$2 million. As of 3/19/2020, the state of Texas is working with the SBA to qualify for the declaration.

On March 20, 2020 Texas governor Greg Abbott [announced](#) the approval of emergency designation for small business disaster loans from the SBA.

Applications will be accepted on-line at <https://disasterloan.sba.gov/ela/>. Please indicate you are applying for Economic Injury (EIDL) loan. A pdf version of the form is available here:

<https://www.sba.gov/sites/default/files/Disaster%20Business%20Loan%20Application.pdf>

You will need the following information for your application:

- Organization type
- Amount of estimated loss
- Insurance information
- Owner(s) name and information for each owner that owns more than 20% of the business
- Executed tax information authorization form (IRS form 4506-T <https://www.irs.gov/pub/irs-pdf/f4506t.pdf>) for each applicant, principal owning 20% or more of the business, general partner or managing member, and for any owner who has more than a 50% or more ownership in an affiliate business.
- Copies, including all schedules, of the most recent federal income tax returns for the applicant business
- Signed personal finance statement (<https://www.sba.gov/sites/default/files/2019-09/Form%20413.pdf>) for owner, each principal owning more than 20% of the business and each general partner or managing member (as applicable)
- Schedule of liabilities including all fixed debts (example available here: [https://disasterloan.sba.gov/ela/Documents/Schedule\\_of\\_Liabilities.aspx](https://disasterloan.sba.gov/ela/Documents/Schedule_of_Liabilities.aspx))

You also may be asked to provide a year-end profit and loss statement, year-end balance sheet, current year to date profit and loss statement and monthly sales figures.

### *Contact*

SBA disaster assistance customer service center: call 1-800-659-2955 (TTY: 1-800-877-8339) or e-mail [disastercustomerservice@sba.gov](mailto:disastercustomerservice@sba.gov). Check state eligibility here:

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