

EMERGENCY

BUSINESS ASSISTANCE



Small Business Debt Relief Program

Summary

This program provides immediate relief to small businesses with non-disaster SBA loans, in particular 7(a), 504, and microloans. Under it, SBA will cover all loan payments on these SBA loans, including principal, interest, and fees, for six months.

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| <i>Deadline?</i> | Rolling |
| <i>How do businesses apply?</i> | Business should apply thru a bank, mission based lender and/or a Certified Development company. <i>*SBA has a free referral service tool called Lender Match to help find a lender near you.</i> |
| <i>Who is eligible?</i> | Individuals with new or existing 7(a) loans, 504 loans, and microloans. <i>*Disaster loans and 7(a) loans made under the Paycheck Protection Program (PPP) are not eligible.</i> |
| <i>What can grant funds be used for?</i> | Various, depends which loan program is selected. |
| <i>How much money can a business get?</i> | 7(a) Loans- An affordable loan product of up to \$5 million for borrowers who lack credit elsewhere and need access to versatile financing, providing short-term or long-term working capital and to purchase an existing business, refinance current business debt, or purchase furniture, fixtures and supplies. In the program, banks share a portion of the risk of the loan with SBA. The 504 Loan Program- Provides loans of up to \$5.5 million to approved small businesses with long-term, fixed-rate financing used to acquire fixed assets for expansion or modernization. It is a good option if you need to purchase real estate, buildings, and machinery. The Microloan Program- Provides loans up to \$50,000 to help small businesses and certain not-for-profit childcare centers to start up and expand. The average microloan is about \$13,000. |
| <i>Contact Information:</i> | For questions contact the Small Business Development Center (SBDC) at (815) 455-6098 or via email at shahcenter@mchenry.edu . |