

SBA Federal Disaster Loan Assistance

First Internet Bank is committed to providing our small business clients with the information and assistance they need during this unprecedented time.

The Small Business Administration's (SBA) [Economic Injury Disaster Loan](#) (EIDL) program provides working capital loans of up to \$2 million that can provide vital economic support to help overcome their temporary loss of revenue.

Below, you will find detailed program information and answers to commonly asked questions:

What businesses are eligible to apply?

- Small businesses, agricultural cooperatives and aquaculture businesses
- Most private non-profit organizations
- Businesses directly affected by the disaster
- Businesses offering services directly related to those in the declaration
- Other businesses indirectly related that are likely to be harmed by community losses

Eligibility and Terms:

- Applicant businesses must be physically located in a declared state and suffered working capital losses due to the COVID-19 pandemic
- Eligible entities may qualify for loans up to \$2 million
- Interest rates (current March 24, 2020 and subject to change anytime):
 - 3.75% for small businesses
 - 2.75% for non-profit organizations
- Terms up to 30 years
- Working capital loan eligibility based on:
 - Size and type of business
 - Financial resources

How can loan funds be used?

- Working capital
- Pay fixed debts, payroll, accounts payable and other bills
- Not intended to replace lost sales, profits or expansion

What are the collateral requirements?

- Economic Injury Disaster Loans over \$25,000 require collateral
- Real estate as collateral, if available
- SBA will not decline a loan for lack of collateral, but requires borrowers to pledge what is available

Important information:

- Apply online: www.disasterloan.sba.gov (Not through a bank)
- No application cost
- No obligation to take the loan if offered
- Applicants qualify for an EIDL for COVID-19 pandemic, even if they have an existing SBA Disaster Loan (loans cannot be consolidated)

Ineligible Entities:

- Agricultural Enterprises
 - If primary activity of business (and affiliates) is as defined in Section 18(b)(1) of the Small Business Act, neither is eligible for EIDL assistance
- Religious and charitable organizations
- Gambling concerns or organizations that derive more than 1/3 of annual gross revenue from legal gambling activities, casinos and racetracks

If you have any questions or concerns, please visit
firstib.com/business/lending/sba-lending/
and talk to one of our SBA Experts.