
Lake County Financial Resources for Businesses – COVID-19 Relief
Working Draft Packaged by Lake County Economic Development Corporation Staff
March 13, 2020

US Small Business Administration Economic Injury Disaster Loan Program

Highlights Include:

- \$2,000,000 maximum for alleviating economic injury caused by the disaster
- Uses: pay fixed debts, payroll, accounts payable and other bills that can't be paid because of the disaster's impact.
- Interest rate is 3.75% for small businesses without credit available elsewhere; businesses with credit available elsewhere are not eligible.
- Interest rate for non-profits is 2.75%.
- Up to a maximum of 30-year terms.

Process and Required Documents:

To apply for an Economic Injury Disaster Loans, click on "Apply Online" and create an account and password. Then submit your application. An [explanation of SBA disaster application loan process is here](#). The application requires submitting the following forms ([copies of which are available here](#)):

- Business Loan Application (SBA Form 5) completed and signed by business applicant.
 - IRS Form 4506-T completed and signed by Applicant business, each principal owning 20% or more of the applicant business, each general partner or managing member and, for any owner who has more than a 50% ownership in an affiliate business. (Affiliates include business parent, subsidiaries, and/or businesses with common ownership or management).
 - Complete copies, including all schedules, of the most recent Federal income tax returns for the applicant business; an explanation if not available.
 - Personal Financial Statement (SBA Form 413) completed, signed and dated by the applicant (if a sole proprietorship), each principal owning 20% or more of the applicant business, each general partner or managing member.
 - Schedule of Liabilities listing all fixed debts (SBA Form 2202 may be used).
- Additional information may also be necessary to process your application:
- Complete copies, including all schedules, of the most recent Federal income tax returns for each principal owning 20% or more of the applicant business, each general partner or managing member, and each affiliate when any owner has more than a 50% ownership in the affiliate business. Affiliates include, but are not limited to, business parents, subsidiaries, and/or other businesses with common ownership or management.
 - If the most recent Federal income tax return has not been filed, a year-end profit and loss statement and balance sheet for that tax year is acceptable.
 - A current year-to-date profit and loss statement.
 - Additional Filing Requirements (SBA Form 1368) providing monthly sales figures.

For additional information, please contact the SBA disaster assistance customer service center at 1-800-659-2955 (TTY: 1-800-877-8339) or e-mail disastercustomerservice@sba.gov or visit www.sba.gov/disaster.

Mendocino Economic Development Finance Corporation (EDFC) Disaster Assistance Loan Program

Highlights Include:

- Maximum loan amount of \$50,000
- Interest rate as low as 3.0% APR.
- Possibility to waive application fees and closing costs.

In order to support small businesses in Lake and Mendocino counties during events like these, the Economic Development Finance Corporation (EDFC), a lending partner of the Lake County Economic Development Corporation, has established a disaster assistance loan program. If your business is being negatively impacted by the downturn of our economy caused by the Coronavirus-19, you may be eligible for a loan up to \$50,000 with interest as low as 3.0% APR. Also, depending on the size and location of your business, the EDFC may be able to waive application fees and closing costs.