



Disaster Loan Assistance

Federal Disaster Loans for Businesses, Private Nonprofits, Homeowners, and Renters



Eligible Disaster Areas



Apply Online



Check Application Status

[SBA.gov](https://www.sba.gov)

[3-Step Loan Process](#)

[FEMA Disaster Assistance](#)



Steps for Applying for an SBA Economic Injury Disaster Loan (EIDL) or any SBA Disaster Loan:

1. Ensure a Disaster Declaration is in place
 - a. The chart, below, is a listing of recent SBA Disaster Declarations and the most current list resulting from the Coronavirus as of Today’s Date – March 17, 2020. Be advised that this list will change as States are diligently applying for SBA Disaster Assistance.
 - b. Each State has the discretion of requesting Disaster Assistance. Each State must follow these steps:
 1. Complete a Survey/Questionnaire/Certification which means that the State would have to certify that a certain number of business owners have experienced Economic Injury as a result of the Virus. Once the Certification of business owners is complete, then
 2. The State would request Disaster Assistance from SBA. SBA would review the request, and, if approved, would issue a Disaster Declaration.
2. Once the Disaster Declaration is in place, the Business impacted by the Disaster would go to SBA Disaster website - <https://disasterloan.sba.gov/ela/> - to apply, online, for Disaster Assistance. Business owners can also apply by downloading and completing the Forms listed below.

Current Declared Disasters

Current declared disasters are shown below. For Presidential and SBA Agency declared disasters, click on the Incident to view more information about the declaration.

Presidential and SBA Agency Declared Disasters

States Affected	Incident	Incident Period
Tennessee	Severe Storms, Tornadoes, Straight-line Winds, and Flooding	3/3/2020
California	Coronavirus (COVID-19)	1/31/2020 and continuing
Washington, Idaho, Oregon	Coronavirus (COVID-19)	1/31/2020 and continuing
Maine, New Hampshire	Coronavirus (COVID-19)	1/31/2020 and continuing
Connecticut, Massachusetts, New York, Rhode Island	Coronavirus (COVID-19)	1/31/2020 and continuing



Texas	<u>Watson Grinding and Manufacturing Facility Explosion</u>	1/24/2020
Arkansas, Louisiana	<u>Severe Storms and Tornadoes</u>	1/10/2020 through 1/11/2020
Louisiana, Arkansas	<u>Severe Storms and a Tornado</u>	1/10/2020 through 1/11/2020
Mississippi, Arkansas, Tennessee	<u>Severe Weather and Tornadoes</u>	1/10/2020 through 1/11/2020
Puerto Rico	<u>Earthquakes</u>	12/28/2019 through 2/4/2020

Example of the California Disaster Declaration

Disaster Declaration Details

Disaster #: CA-00313

Effective Date: 1/31/2020

Incident Period: 1/31/2020 and continuing

Incident: Coronavirus (COVID-19)

States Affected: California

Counties Eligible: **Primary Counties:**

California

Alameda, Calaveras, Contra Costa, Los Angeles, Sacramento, San Diego, San Francisco, San Mateo, Sonoma, Tuolumne

Contiguous Counties:

California

Alpine, Amador, El Dorado, Imperial, Kern, Lake, Madera, Marin, Mariposa, Mendocino, Merced, Mono, Napa, Orange, Placer, Riverside, San Bernardino, San Joaquin, Santa Clara, Santa Cruz, Solano, Stanislaus, Sutter, Ventura, Yolo



You can apply online or complete the Paper Forms/Application

SBA Disaster Business Loan Application (paper forms)

Below are instructions for the SBA Disaster Business Loan Application (paper forms). Please see attachments below to download corresponding forms.

- **SBA Form 5**. Download, print loan application and complete.
SBA Form 5 (en Español)
- **SBA 159D**. Fee Disclosure Form and Compensation Agreement.
- **SBA Form 1368**. Download, print form and complete.
SBA Form 1368 (en Español)
- **SBA Form 413D Personal Financial Statement**. Download, print form and complete or complete version online and print.
SBA Form 413D Personal Financial Statement (en Español)
- **IRS Form 4506-T**. Download, Print form and complete or complete version online and print. Please see instructions.
IRS Form 4506-T Instructions. Follow example to complete form.
IRS Form 4506-T Instructions (en Español)
- **SBA Form 2202 Schedule of Liabilities**. Print form and complete. This is a suggested format for the Schedule of Liabilities. The information contained in this schedule is a supplement to your balance sheet and should balance to the liabilities presented on that form. If you need assistance please see instructions.
SBA Form 2202 Schedule of Liabilities Instructions. Follow examples 1 through 8 for requested information. You may use your own form if you prefer. Any format is acceptable as long as it includes the information included in the instructions.
SBA Form 2202 Schedule of Liabilities (en Español)
- **PUERTO RICO ONLY: Modelo SC 2907: Release of Inheritance and Donation (en Español)**
PUERTO RICO ONLY: Hacienda Statement of Authorization

All required documents listed in Filing Requirements must be returned. All forms requiring signature must be signed and dated. Incomplete applications will not be accepted.

U.S. Small Business Administration
Processing and Disbursement Center
14925 Kingsport Rd.
Ft. Worth, TX 76155-2243

****If assistance is needed completing forms, please email me at roderick.perkins@sba.gov and I will connect you with SBA Resource Partners who are physically located throughout the State****



What Types of Disaster Loans are Available?

- Business Physical Disaster Loans – Loans to businesses to repair or replace disaster-damaged property owned by the business, including real estate, inventories, supplies, machinery and equipment. Businesses of any size are eligible. Private, non-profit organizations such as charities, churches, private universities, etc., are also eligible.
- **Economic Injury Disaster Loans (EIDL)** – Working capital loans to help small businesses, small agricultural cooperatives, small businesses engaged in aquaculture, and most private, non-profit organizations of all sizes meet their ordinary and necessary financial obligations that cannot be met as a direct result of the disaster. These loans are intended to assist through the disaster recovery period.
- Home Disaster Loans – Loans to homeowners or renters to repair or replace disaster-damaged real estate and personal property, including automobiles.

What are the Credit Requirements?

- **Credit History** – Applicants must have a credit history acceptable to SBA.
- **Repayment** – Applicants must show the ability to repay all loans.
- **Collateral** – Collateral is required for physical loss loans over \$25,000 and all EIDL loans over \$25,000. SBA takes real estate as collateral when it is available. SBA will not decline a loan for lack of collateral but requires you to pledge what is available.

What are the Interest Rates?

By law, the interest rates depend on whether each applicant has Credit Available Elsewhere. An applicant does not have Credit Available Elsewhere when SBA determines the applicant does not have sufficient funds or other resources, or the ability to borrow from non-government sources, to provide for its own disaster recovery. An applicant, which SBA determines to have the ability to provide for his or her own recovery is deemed to have Credit Available Elsewhere. Interest rates are fixed for the term of the loan. The interest rates applicable for this disaster are:

Loan Types	No Credit Available Elsewhere	Credit Available Elsewhere
Home Loans	1.563%	3.125%
Business Loans	3.75%	7.500%
Non-Profit Organizations	2.75%	2.75%

Economic Injury Loans

Loan Types	No Credit Available Elsewhere	Credit Available Elsewhere
Business & Small Agricultural Cooperatives	3.75%	N/A
Non-Profit Organization	2.75%	N/A



What are Loan Terms?

The law authorizes loan terms up to a maximum of 30 years. However, the law restricts businesses with credit available elsewhere to a maximum 7-year term. SBA sets the installment payment amount and corresponding maturity based upon each borrower's ability to repay.

What are the Loan Amount Limits?

- **Business Loans** – The law limits business loans to \$2,000,000 for the repair or replacement of real estate, inventories, machinery, equipment and all other physical losses. Subject to this maximum, loan amounts cannot exceed the verified uninsured disaster loss.
- **Economic Injury Disaster Loans (EIDL)** – The law limits EIDLs to \$2,000,000 for alleviating economic injury caused by the disaster. The actual amount of each loan is limited to the economic injury determined by SBA, less business interruption insurance and other recoveries up to the administrative lending limit. EIDL assistance is available only to entities and their owners who cannot provide for their own recovery from non-government sources, as determined by the U.S. Small Business Administration.
- **Business Loan Ceiling** – The \$2,000,000 statutory limit for business loans applies to the combination of physical, economic injury, mitigation and refinancing, and applies to all disaster loans to a business and its affiliates for each disaster. If a business is a major source of employment, SBA has the authority to waive the \$2,000,000 statutory limit.
- **Home Loans** – SBA regulations limit home loans to \$200,000 for the repair or replacement of real estate and \$40,000 to repair or replace personal property. Subject to these maximums, loan amounts cannot exceed the verified uninsured disaster loss.

What Restrictions are there on Loan Eligibility?

- **Uninsured Losses** – Only uninsured or otherwise uncompensated disaster losses are eligible. Any insurance proceeds which are required to be applied against outstanding mortgages are not available to fund disaster repairs and do not reduce loan eligibility. However, any insurance proceeds voluntarily applied to any outstanding mortgages do reduce loan eligibility.
- **Ineligible Property** – Secondary homes, personal pleasure boats, airplanes, recreational vehicles and similar property are not eligible, unless used for business purposes. Property such as antiques and collections are eligible only to the extent of their functional value. Amounts for landscaping, swimming pools, etc., are limited.
- **Noncompliance** – Applicants who have not complied with the terms of previous SBA loans may not be eligible. This includes borrowers who did not maintain flood and/or hazard insurance on previous SBA loans.

Note: Loan applicants should check with agencies / organizations administering any grant or other assistance program under this declaration to determine how an approval of SBA disaster loan might affect their eligibility.

Is There Help with Funding Mitigation Improvements?

If your loan application is approved, you may be eligible for additional funds to cover the cost of improvements that will protect your property against future damage. Examples of improvements include retaining walls, seawalls, sump pumps, etc. Mitigation loan money would be in addition to the amount of the approved loan but may not exceed 20 percent of total amount of physical damage to real property, including leasehold improvements, and personal property as verified by SBA to a maximum of \$200,000 for home loans. It is not necessary for the description of improvements and cost estimates to be submitted with the application. SBA approval of the mitigating measures will be required before any loan increase.



Is There Help Available for Refinancing?

- SBA can refinance all or part of prior mortgages that are evidenced by a recorded lien, when the applicant (1) does not have credit available elsewhere, (2) has suffered substantial uncompensated disaster damage (40 percent or more of the value of the property or 50% or more of the value of the structure), and (3) intends to repair the damage.
- Businesses – Business owners may be eligible for the refinancing of existing mortgages or liens on real estate, machinery and equipment, up to the amount of the loan for the repair or replacement of real estate, machinery, and equipment.
- Homes – Homeowners may be eligible for the refinancing of existing liens or mortgages on homes, up to the amount of the loan for real estate repair or replacement.

What if I Decide to Relocate?

You may use your SBA disaster loan to relocate. The amount of the relocation loan depends on whether you relocate voluntarily or involuntarily. If you are interested in relocation, an SBA representative can provide you with more details on your specific situation.

Are There Insurance Requirements for Loans?

To protect each borrower and the Agency, SBA may require you to obtain and maintain appropriate insurance. By law, borrowers whose damaged or collateral property is located in a special flood hazard area must purchase and maintain flood insurance. SBA requires that flood insurance coverage be the lesser of 1) the total of the disaster loan, 2) the insurable value of the property, or 3) the maximum insurance available.

Applicants may apply online, receive additional disaster assistance information and download applications at <https://disasterloan.sba.gov/ela>. Applicants may also call SBA's Customer Service Center at (800) 659-2955 or email disastercustomerservice@sba.gov for more information on SBA disaster assistance. Individuals who are deaf or hard-of-hearing may call (800) 877-8339. Completed applications should be mailed to U.S. Small Business Administration, Processing and Disbursement Center, 14925 Kingsport Road, Fort Worth, TX 76155