

WHAT IS IT?



COVID-19 Targeted EIDL Advance was signed into law on December 27, 2020, as part of the Economic Aid Act. The Targeted EIDL Advance provides businesses located in low-income communities with additional funds to ensure small business continuity, adaptation, and resiliency. The signing of the American Rescue Plan Act on March 11, 2021, has created additional options under this program, but guidelines are not yet available. This document will be updated as those guidelines are released.



WHAT DO I NEED TO KNOW?

- **ELIGIBILITY:** The portion of the program under the Economic Aid Act is only open to businesses that previously applied under the CARES Act but either did not receive the full \$10,000 amount, or did not receive any funds at all due to funding being exhausted by the time they applied. To qualify for this program you must be a business with less than 300 employees in a designated low-income community, that can demonstrate a 30%+ revenue decline in gross receipts.
- **AMOUNT AVAILABLE:** If you received partial funding, you would be eligible to receive the difference between the amount you received and \$10,000. If applied but received no funding, you would be eligible for \$10,000.
- **FORGIVENESS:** This is a grant. It does not need to be repaid, and it is not taxable.

HOW DO I PREPARE TO APPLY?



- Applicants do not need to take any action at this time. SBA will reach out to those who qualify.
- SBA will first reach out to EIDL applications that already received a partial EIDL Advance (between \$1,000 & \$9,000). Applicants will be contacted directly by SBA via email with instructions to determine eligibility and submit documentation. Be sure to gather documents such as tax returns, internal financials, or bank statements, that can demonstrate your revenue decline.
- All communications from SBA will be sent from an official government email with an @sba.gov ending. Please do not send sensitive information via email to any address that does not end in @sba.gov.
- This map can help you determine if your business is in a qualified area: <https://sbaeidl.policymap.com/app>.

WHERE DO I APPLY?



At this time, as mentioned, you do not need to take any action. You will receive an invitation directly from the SBA based on their existing information of businesses and nonprofits that applied previously. Be sure to check spam regularly, and be careful of making sure the email address comes from an @sba.gov ending.

WHEN & HOW DO I PAY IT BACK?



Because this is a grant, you do not have to worry about paying it back. Similarly to the first EIDL grant, there are eligible and non-eligible expenses. Overall, you can use it to pay expenses you would have covered with working capital to support your day-to-day business activities. Be sure also to not overlap use of funds with other sources of funding - for example, don't use this funds for payroll at the same time you are using PPP funds for payroll. Neither this nor your initial advance need to be deducted from your PPP loan forgiveness amount, and again, the grant amount is not taxable.