



The Coronavirus Aid, Relief and Economic Security (CARES) Act allocated \$350 billion to provide relief for individuals and businesses that have been negatively affected by the coronavirus outbreak.

The [Paycheck Protection Program \(PPP\)](#) provides 100 percent federally guaranteed loans to small businesses that maintain their payroll during this emergency. Loans may be forgiven if borrowers maintain their payrolls during the crisis or restore their payrolls afterward. You may want to check with your current lender to see if it is participating. The administration will soon release more details, including a list of lenders offering loans under the program.

In addition to the PPP, the CARES Act includes an expansion of the [Economic Injury Disaster Loans \(EIDLs\)](#) offered through the Small Business Administration (SBA). These loans can be up to \$2 million with a 30-year term at 3.75 percent interest, but they are not forgivable.

Here is the PPP and EIDL in a snapshot.



**The Treasury Department is initially setting the loan rate at 1.0 percent. However the CARES Act caps the interest rate for the Paycheck Protection Program at 4 percent, so it is possible the interest rate could change.*

[Click Here to Download](#)

Applications for EIDLs are available online now through the [SBA](#), and applications for PPP loans are available starting Friday, April 3. You can prepare your materials using resources like this [checklist](#) from the U.S. Chamber of Commerce. These websites will be the best source for updates and links to loan applications.

We want to direct you to resources for the most current information and instructions for loan application. The U.S. Chamber of Commerce provides the most comprehensive and up-to-date information for businesses to take quick action.

For more information on coronavirus relief, risk management and compliance, visit [COVID-19 Resource Center](#).

This is just another resource for your organization to elect to use or consider. South Texas Youth Soccer is committed to provide any credible resource for our membership to help small organizations during these unrepresented times.

Regards,





All,

We understand that many of you are concerned (Member Associations & Clubs) about the short and long-term financial stability of your organization given the uncertainty due to the COVID-19 pandemic. We wanted to share with you information about a loan opportunity available from the U.S. Small Business Administration (SBA).

The SBA is offering designated states and territories low-interest federal disaster loans for working capital needs of small businesses suffering substantial financial hardship as a result of the Coronavirus (COVID-19). Upon a request received from a state's or territory's Governor, SBA will issue under its own authority (as provided by the Coronavirus Preparedness and Response Supplemental Appropriations Act that was recently signed by the President) an Economic Injury Disaster Loan declaration.

Any such Economic Injury Disaster Loan assistance declaration issued by the SBA makes loans available to small businesses and private, non-profit organizations in designated areas of a state or territory to help alleviate economic injury caused by the Coronavirus (COVID-19). While the amount of funds available is currently being negotiated by Congress, the current stimulus bill calls for up to \$350 billion in new funding for SBA loans.

The SBA has created the [Covid-19: Small Business Guidance & Loan Resources](#), for those anticipating financial hardship caused by the pandemic. While U.S. Soccer or South Texas Youth Soccer have no direct involvement in this process, we wanted to pass on information that hopefully is helpful to you, if needed.

Please take note of the following, as outlined by the SBA:

- Nonprofits are eligible to apply
- Applicants will be considered on a case-by-case basis. There is no guarantee that applicants will be approved.
- Each applicant must work with the SBA and a loan officer. The first loan offered is not determinate. Applicants can go back and ask for additional loans with a strong case.
- Applicants need to demonstrate collateral and also an ability to repay the loan.
- Applicants may need to demonstrate that the financial duress is due to revenue lost from the COVID-19 crisis.

- Applicants should expect 2-3 weeks on a decision. Dispersal of funds is a few days after the applicants have been approved.
- 30 states are currently eligible.
- These loans may be used to pay fixed debts, payroll, accounts payable and other bills that can't be paid because of the disaster's impact.
- SBA offers loans with long-term repayments in order to keep payments affordable, up to a maximum of 30 years. Terms are determined on a case-by-case basis, based upon each borrower's ability to repay.

For additional information, please contact the SBA disaster assistance customer service center at 1-800-659-2955 or e-mail disastercustomerservice@sba.gov.

Regards,

