



# **Financial relief programs available to small businesses**

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# SBA Disaster Assistance

[disasterloan.sba.gov](https://disasterloan.sba.gov)

Up to \$10M (limited to 2.5x of average monthly payroll) in low-interest loan funding available to companies experiencing substantial economic injury.

Critically, a portion of the loan can be forgiven, tied to maintaining payrolls. Businesses can get a subsidy that equals the cost of their payroll, rent and utility costs for the first eight weeks after receiving the loan. Loan forgiveness will be reduced proportionately by the amount of payroll reduction and can be restored if payrolls are restored when the loan is received.



# SBA Funding Options

- ▶ Paycheck Protection Program (PPP)
- ▶ Economic Injury Disaster Loan Advance (EIDL)
- ▶ SBA Bridge Loans
- ▶ SBA Debt Relief

# US Treasury/Cares Act



## PAID SICK LEAVE AND PAID CHILDCARE LEAVE

- Under the Families First Coronavirus Response Act (FFCRA), employees receive up to 80 hours of paid COVID-19 related sick leave (100% pay) and paid childcare leave (67% pay) when employees' children's schools are closed or childcare providers are unavailable.
- Employers receive 100% reimbursement for paid leave in the form of a dollar-for-dollar tax offset against payroll taxes.



# US Treasury/Cares Act, cont.



## PAID SICK LEAVE AND PAID CHILDCARE LEAVE

- Health insurance costs are also included in the credit. Employers face no payroll tax liability. Self-employed individuals receive an equivalent credit.
- Employers with fewer than 50 employees are eligible for an exemption from the requirements to provide leave to care for a child (whose school is closed, or childcare is unavailable) in cases where the viability of the business is threatened.



# US Treasury/Cares Act, cont.



## PAID SICK LEAVE AND PAID CHILDCARE LEAVE

- The Family First Coronavirus Act (effective 4/1/20) approved provisions for businesses and tax-exempt organizations with fewer than 500 employees that are required to provide 2 weeks of emergency paid leave. Through payroll tax credits, employers' recoup costs due to the emergency paid sick leave and family medical leave.
- Employers and self-employed individuals are allowed to defer payment of the employer share of Social Security tax for the remainder of 2020. Half of that amount is due on Dec. 31, 2021, and the remainder on Dec. 31, 2022.





Offering \$100M in grant funding to small businesses - more details are forthcoming.



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<https://www.forbes.com/sites/advisor/2020/03/20/list-of-coronavirus-covid-19-small-business-relief-programs/#31fcf6b7e89d>

# Many state-by-state offerings







# Thank You

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