



COVID-19: WE'RE HERE TO HELP

NOTICE: Success Capital is providing updated information as it becomes available. Due to the nature of the continuously emerging and rapidly evolving information from government and non-government relief programs, some requirements and offerings may change before they are listed here.

We know that the current situation with COVID-19 is creating challenges for small business owners. If you are a SUCCESS CAPITAL borrower, please know, we are all hands-on deck working on ways we can provide you temporary relief as you navigate how to best support your business during this time. You will find on this page:

- Debt Relief for Existing and New 504 Borrowers
- Quick Deferment Program
- SBA Disaster Loan Program
- [The Small Business Owner's Guide to the CARES Act](#) – from The U.S. Senate Committee on Small Business & Entrepreneurship
- Paycheck Protection Program
- Resources for Businesses Impacted by COVID-19

DEBT RELIEF FOR EXISTING AND NEW 504 BORROWERS

The stimulus includes \$17 billion in funding for a provision to provide immediate relief to small businesses with standard SBA 7(a), 504, or microloans. Under this provision, SBA will cover all loan payments for existing SBA borrowers, including principal, interest, and fees, for six months beginning April 1, 2020.

This relief will also be available to new borrowers who take out an SBA loan within six months from March 27, 2020. The measure also encourages banks to provide further relief to small business borrowers by allowing them to extend the duration of existing loans beyond existing limits; and enables small business lenders to assist more new and existing borrowers by providing a temporary extension on certain reporting requirements.

While SBA borrowers are receiving the six months debt relief, they may apply for a PPP loan that provides capital to keep their employees on the job. The six months of SBA payment relief may not be applied to payments on Payroll Protection Program loans. (See page 3)

QUICK RLF & SBA 504 LOAN DEFERMENT PROGRAM

We have created a special temporary monthly loan payment deferment program for up to 6 months designed for businesses whose revenues are being affected by COVID-19. The program provides temporarily reduced loan payments to help you cover operating costs.

How to apply

To be considered, please send the following to info@SuccessCapitalSBA.com

- In the subject line put “Corona Virus Deferment Request”
- A detailed letter that clearly outlines the impact COVID-19 has had on your business
- Identify if your business is currently open or if it has been closed due to a government mandate or other reason.
- Outline whether you are currently paying employees.
- Hopefully, COVID-19 is contained within 90 day, please share your plan post COVID-19 to help your business recover
- Your December 31, 2019 Tax Return (or YE financial statement), Interim financial statements dated February 29, 2020 and a copy of February 2020 business bank statement.

What to expect:

- You will be notified when we receive your request
- We will do our best to send you an answer within seven business days. Please note, due to the influx of requests, in some cases it may take a little longer.

How does the deferment affect my loan?

- **SBA 504 loans:** The total amount that was deferred during the period will be amortized into your payments over the next ten years or the maturity of your loan, whichever is less.
- **Stanislaus County RLF Loans:** The total amount that was deferred will generally be amortized over the remaining term of your loan or seven years, whichever is less; so that it is a modest amount on a monthly basis for you.

DISASTER LOANS THROUGH THE SBA

Important: These Loans Are Not Available through Success Capital

If you need funds to cover expenses – consider a disaster loan:

The Small Business Administration (SBA) plans to make working capital loans available to small businesses that have been negatively impacted by the coronavirus through their Disaster Loan program.

How does it work:

- You may apply at sba.gov/disaster. The website has an online application process and SBA plans to hire many underwriters so hopefully they can get you an answer promptly.

- **These loans offer great rates and terms – 3.75% fixed for 30 years.** While that may be higher than a mortgage loan rate – it is far lower than a standard business loan rate and with a very long amortization so that your payments will be low. If you need funds to cover operating expenses – we encourage you to explore this option.

If You Cannot Access the Online Portal:

A paper application is an alternate option if you cannot access the online portal or have issues using it:

- **Paper Applications:** [Click to access a paper application](#)
- **Email:** Ela.doc@sba.gov
- **Fax:** 202-481-1505

Mailing Address:

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

PAYCHECK PROTECTION PROGRAM OVERVIEW

Please note: While Success Capital is an SBA lender, the Disaster Loan division is completely separate and unfortunately, we cannot help you in applying.

The Paycheck Protection Program provides small businesses with funds to pay up to 8 weeks of payroll costs including benefits. Funds can also be used to pay interest on mortgages, rent, and utilities.

Fully Forgiven

Funds are provided in the form of loans that will be fully forgiven when used for payroll costs, interest on mortgages, rent, and utilities (due to likely high subscription, at least 75% of the forgiven amount must have been used for payroll). Loan payments will also be deferred for six months. No collateral or personal guarantees are required. Neither the government nor lenders will charge small businesses any fees.

Must Keep Employees on the Payroll—or Rehire Quickly

Forgiveness is based on the employer maintaining or quickly rehiring employees and maintaining salary levels. Forgiveness will be reduced if full-time headcount declines, or if salaries and wages decrease.

All Small Businesses Eligible

Small businesses with 500 or fewer employees—including nonprofits, veterans’ organizations, tribal concerns, self-employed individuals, sole proprietorships, and independent contractors— are eligible. Businesses with more than 500 employees are eligible in certain industries.

When to Apply

Starting April 3, 2020, small businesses and sole proprietorships can apply. Starting April 10, 2020, independent contractors and self-employed individuals can apply. We encourage you to apply as quickly as you can because there is a funding cap.

How to Apply

You can apply through any existing SBA 7(a) lender or through any federally insured depository institution, federally insured credit union, and Farm Credit System institution that is participating. Other regulated lenders will be available to make these loans once they are approved and enrolled in the program. You should consult with your local lender as to whether it is participating. All loans will have the same terms regardless of lender or borrower. A list of participating lenders as well as additional information and full terms can be found at www.sba.gov.

More PPP Information can be found here:

<https://home.treasury.gov/system/files/136/PPP%20Borrower%20Information%20Fact%20Sheet.pdf>

PPP Application can be found here:

<https://home.treasury.gov/system/files/136/Paycheck-Protection-Program-Application-3-30-2020-v3.pdf>

The Paycheck Protection Program is implemented by the Small Business Administration with support from the Department of the Treasury. Lenders should also visit www.sba.gov or www.coronavirus.gov for more information

THE SMALL BUSINESS OWNER'S GUIDE TO THE CARES ACT

Download the [U.S. Senate Committee on Small Business & Entrepreneurship's Guide](#)

Get all the details on:

- Paycheck Protection Program Loan
- Small Business Debt Relief Program
- Economic Injury Disaster Loans
- Emergency Economic Injury Grants
- Small Business Counseling
- Small Business Contracting
- Small Business Tax Provisions

RESOURCES FOR BUSINESSES IMPACTED BY COVID-19

- [SBA Disaster Loan Assistance](#)
- [Coronavirus \(COVID-19\): Small Business Guidance & Loan Resources](#)
- [Information for employers, employees and all Californians as it relates to the coronavirus \(COVID-19\) outbreak](#)
- **SBA Disaster Assistance Customer Service Center**
Call 1-800-659-2955 (TTY: 1-800-877-8339)
e-mail disastercustomerservice@sba.gov