

Biggest mistakes owners make when applying for PPP and EIDL and how to avoid them !!



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INTRODUCTION

While small business is the backbone of the American economy, capital is its lifeblood. Without it, businesses suffer. **Capital can only be generated in one of three ways for businesses: sales, debt, or equity.** Debt is a loan. This is made all the more apparent with the recent events of 2020, first with COVID-19, then with the response of the government. The impact on most small business has been the same, devastating. Some businesses were able to survive while others failed.

The Federal Government's response to the economic fallout as a result of the COVID-19 pandemic was the Coronavirus Aid, Relief, and Economic Security Act, also known as the CARES Act. Signed into law on March 27, 2020 by President Donald Trump, the economic stimulus bill sought to provide \$2.2 trillion dollars get the American economy moving again, \$376 billion of which was intended for relief to American workers and small business. Later, in December of 2020 a second stimulus was approved. **What was the agency assigned the task of disbursing funds to American small businesses?** The United States Small Business Administration (SBA).

As an entrepreneur and small business owner in the United States, you most likely were already aware of the SBA and the wide range of services they make available to small business. **You most likely also knew about SBA loans, which is why you are reading this e-book. Most of you want to obtain the payroll protection program (PPP). Aside from PPP, there is also the EIDL (the economic injury disaster loan). Not only, do these programs exist. The SBA has other loan programs.** *Last but not least, there are other funding alternatives for businesses just like you when the SBA is not an option.*

This e-book is intended to answer several important questions about the SBA, specifically about PPP and EIDL. Also, this e-book focuses on the biggest mistakes' applicants make when applying for PPP and EIDL and how to avoid them.

FREQUENTLY ASKED QUESTIONS ABOUT PPP OR EIDL

Many of you that have applied for PPP or EIDL are active in community forums on social media or other platforms. These are just some tips of advice.

1. Lender questions

Many of you may ask questions such as:

- a. my lender keeps asking me for documents, what do I do?
- b. my bank account was missing one number, will I get funded?
- c. I signed the agreement via docusign, what do I do know?

Some experts on this matter may be able to advise you on the process. If you already started the process, no one better than your lender can provide you the answer. The lenders act as (i) underwriters and (ii) usually assign a funding manager or representative. Underwriting is the due diligence process where all your documents are checked. Before you ask a question to the general public, think who the best would be to answer that question.

2. Privacy

Keep your information private. Don't share screenshots of what you are receiving on social media platforms.

3. Patience

I know many of you are impatient about receiving PPP funding or EIDL funding. You need to understand that you are not alone. Also, understand the magnitude of the stimulus and businesses. There are over 30 million businesses in the U.S. In 2020, the SBA reported that they had received more loan applications in 7 days than they had received in 7 years. Imagine that in your head for a second. There is a lot of information that is being processed between lenders, the SBA, and agents.

4. Advisor or Agent

This is why it is good to work with an advisor or agent on your PPP or EIDL application. An advisor or an agent can be a business loan broker, a business loan specialist, a business accountant, a business CPA, a business lawyer, or a business consultant. These advisors will know how to answer your questions better than the general public on any community group or forum on social media or the internet. BUT, WARNING !! Don't just select anyone to help you an EIDL or PPP. How to select an advisor or agent?

- Do your homework?
- Ask for their website and check their website.
- Ask for corporate records such as articles of incorporation of the advisor?
Example: Business Advisors Inc. or Stephen & Stephens LP. Make sure that it is active. Any serious advisor should have their company registered as an Inc, Co, LLC, LP. If it's an independent advisor as a sole proprietor do more homework.
- Check the email they provide you with. For instance. johnadvisor@gmail.com does not give me to much trust. But, john@businessadvisors.com gives me a little more trust. This is an email with a domain name. All domains are registered on godaddy.com, wix.com, namebargain.com, etc. If anything goes wrong, you can look up the domain registry and file a complaint against the domain owner.
- Obtain their full name, email, and at least two phone numbers. Also, if a company has a 1-800 number even better.
- Check client reviews. You can use google reviews, trustpilot.com or other sources to check reviews. If they don't have public reviews obtain at least 2 references from clients that they worked on and make sure they are real. How do you know if the references are real? You look up the company that provided the reference on the internet.

I know this sounds like a lot of work. If you want to prevent scammers and work with good advisors who will help you on EIDL and PPP, this is what MUST BE DONE. Otherwise, you are running a big risk. **We will talk about fees that you should not pay and what can be paid in this e-book.**

Also, having an advisor or an agent is not bad. Also, you do not need one. That is correct. **You do not need an advisor or an agent to apply for PPP or EIDL. But there are risks you run by doing it on your own.** Sometimes, you need someone to review all of your information, someone who understand the SBA financing guidelines, who understand banks, who understands how to reopen up your file for a reconsideration, etc. **Think of this for a moment.** We can all change the oil in our car without a mechanic, but sometimes we prefer to use a mechanic. We can go to home depot and build a home on our own, but we hire a builder. The same applies here.

Do your homework and due diligence before (1) giving any money to anyone (2) hiring an advisor and (3) understand what can and cannot be charged according to the SBA guidelines.

MYTHS & REALITY

The forgiveness myth

I see many businesses applying for PPP but not EIDL. I understand why. Many of you are stuck on the idea that the PPP will be forgiven. The PPP will be forgiven only if you can demonstrate to the SBA and the Lender that you utilize the money appropriately. This is what the SBA says:

The 60/40 rule.

At least 60% of your loan must be used for payroll costs. Payments to independent contractors cannot be included in the payroll costs. Your forgivable amount will scale in proportion to the percentage of your loan that you spend on payroll, up to the total loan amount.

For example, if a business gets a \$20,000 PPP loan, they will need to spend at least \$12,000—60% of the loan—on payroll. However, they spend only \$9,000 on payroll. This is 75% of the minimum payroll cost required for full forgiveness so their forgiveness amount is 75% of the loan. This means \$15,000 of the \$20,000 loan is forgiven, and they have to pay back the remaining \$5,000.

Also, you must document everything properly. If you pay employees W2 or file a 941, it will be easier to document. If you are a sole proprietor, you need to take additional steps. This is where an advisor can help you to give you advise on how to document the use of fund properly. **Otherwise, your loan will not be forgiven.**

No forgiveness myth

Let us assume you are not forgiven. Who cares? That is correct. We will never see a 1% rate on a business loan in our lifetime unless there is another major disaster. PPP loans have an interest rate of 1%. Loans issued prior to June 5, 2020 have a maturity of two years. Loans issued after June 5, 2020 have a maturity of five years. No lender, no bank, no fintech will ever lend at 1% and provide you with a 2 to 5 year repayment term and a monthly payment. It's not FREE money, but it's almost like FREE money. Even if you had to repay it a 1% interest rate is AMAZING. In fact, the US government is the only government that has done this on a global basis. Yet, we take things for granted. Be grateful you are an American citizen and an American entrepreneur. If you were in Korea, France, or any other country there is no PPP with these terms.

Free Money

People this is not FREE money. While the interest rate is low and it may be forgiven, it is not FREE money. Lenders and the SBA are making sure that everything is up to par, to prevent fraud. Also, they want to make sure that real business owners who will use the money to keep their businesses up and running get this money. The government wants to prevent long unemployment lines and that's why it is called "Payroll Protection Program". Financing is based on logic. The name says it all it is a program to protect payroll. In fact, the government was so lenient that it extended this to sole proprietors with zero employees. They understand that a lot of sole proprietors don't have employees.

The EIDL Myth

Many have not applied for EIDL or do not know how to work a reconsideration. Many business owners have said, "I don't apply for the EIDL because it has to be repaid back and there is no forgiveness". Let's be real here. The EIDL (Economic Injury Disaster Loan) is one of the best loans you will see for businesses. The interest rate is a 3.750%. No bank nor lender will provide a 3.750% interest rate with a 30 year repayment term and literally no collateral. Again, this is AMAZING.

EIDL Myth Continued

Furthermore, the SBA extended repayment terms.

- For all SBA disaster loans made in 2020, the first payment due date is 24 months, extended from 12 months, from the date of the note.
- For all SBA disaster loans made in 2021, the first payment due date is 18 months, extended from 12 months, from the date of the note.

The SBA also granted an additional 12-month deferment of principal and interest payments for existing disaster loans approved prior to 2020 that were in regular servicing status as of March 1, 2020. This is the third deferral extension for those loans.

You should not only be applying for PPP, also for EIDL. Again, unless another major disaster occurs, we will not see these types of loans in our lifetime. **Also, if you are serious about your business consider the following.** Let's assume you obtain a \$30,000 EIDL loan. This is what this looks like in the end:

- You will need to repay \$30,000.
- During the repayment period, you need to pay \$144.14 monthly, and you will pay off the loan on February 22nd of 2052.
- Your annual payment will be: \$1,728
- After the automatic one-year deferment, the first payment will be due on March 3rd of 2022. Assuming you took the loan in March of 2021.
- The total payable amount is \$51,892 which includes an interest payment of \$21,892, which is 3.750% per year.

I ask you these questions.

1. If I gave you \$30,000 and you repay back \$1,728 can you invest \$30,000 in your business and make at least a 30% annual return which is \$9,000. If you can do this and you pay me \$1,728 and you make \$9,000. After paying me you are making \$7,272.
2. Looking that example above. If I told you I will give you \$7,272 per year, give me \$1,728 how many times would you do that transaction?
3. How old will you be in 2052?

People if you are serious about business, you need to consider how you put the money to work to make money. I know some of you have to catch up with expenses. You need to negotiate and modify payments with your vendors and or creditors. In summary, EIDL is a great option.

FEES BY BROKERS, AGENTS AND ADVISORS Before you pay any fees to anyone, due your homework if you select an advisor and or an agent. Also, the SBA has guidelines on what can and cannot be charged. Let's review the guidelines.

PPP Loan Fees Under the PPP rules, **agents get a percentage of the loan's amount — and it comes directly from the participating lender's fees.** Agents also must complete the SBA's Fee Disclosure and Compensation Agreement. **Consultants (advisors) can charge their normal rates, but it cannot come from the PPP loan proceeds.** Accordingly, they need to be especially vigilant with engagements when advising clients on a PPP loan application or other relief guidance, not only to avoid any perceived liability if a loan application is denied, but more importantly to faithfully discharge their professional responsibility as trusted advisors on accounting, attest and other services.

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Let's try to interpret this. There are two types of professionals that can assist (1) agent and (2) advisor/consultant. Also, some may be both agents and advisors. Normally, agents may not charge you a fee unless if they are acting as an advisor. **First, find out if who you are working with is an agent or an advisor.** An agent will be paid by the Lender. **Second,** maybe they are an advisor or acting as an agent and advisor. **Third,** it says **“can charge their normal rates, but it cannot come from PPP loan proceeds”.** Fourth, what is a normal rate? If you have a business with 20 employees and your payroll is \$50,000 per month its different than if you are sole proprietor with no employees. This is common sense. Rates can vary on the size of your business and complexity of your business. Personally, I would not pay more than \$150.00 dollars to an advisor to help me with my PPP and also, I would work with an agent who will get paid by the Lender. This way the advisor fee is less.

Last but not least, do not send any money to anyone unless if they give you an agreement for the services being rendered. Also, they must provide you proof of work along the way. OTHERWISE, DON'T DO IT. DON'T PAY ANYONE WHO DOES NOT PROVIDE YOU A WRITTEN AGREEMENT FOR SERVICES TO BE RENDERED.

EIDL Loan Fees Section 13 of the **Small Business Act** requires that an **SBA disaster loan applicant** (“Applicant”) identify the names of persons engaged by or on behalf of the Applicant for the purpose of expediting the application **and the fees paid or to be paid to any such person.** **13 C.F.R.,(The Code of Federal Regulations) Part103.5 requires any agent or packager to execute and provide to SBA a compensation agreement(“Agreement”).** SOP 50-30,Appendix 14 defines how the reasonableness of fees may be determined. **Each Agreement governs the compensation charged for services rendered or to be rendered to the Applicant in any matter involving SBA assistance.** “Agent” includes a loan packager, accountant, attorney, consultant, engineer, architect, appraiser, or any other party that receives compensation from representing an Applicant for an SBA disaster loan. b) According to the SBA Fee Disclosure and Compensation agreement for agent services in connection with an SBA disaster loan;

The applicant must fill out the SBA Fee Disclosure form and must be completed in connection with a loan application and if the Applicant has paid (or will be paying) compensation to an Agent in excess of the following amounts: \$500 for a disaster home loan \$2500 for a disaster business loan. If the compensation exceeds these amounts, the Agent must provide an itemization and justification of the services performed. SBA limits the fees an agent can charge to an applicant up to 3% for amounts up to \$50,000 or less and 2% for amounts greater than \$50,000. **Any attempt to charge more than these fees is inappropriate.** Please visit the SBA website: <https://www.sba.gov/document/report--sba-programs-scams-fraud-alerts>.

In any event whether it's PPP or EIDL you need to obtain a written agreement from an agent or advisor. If you fail to obtain a formal written agreement for said services, do not proceed. Also, the agreement must include these guidelines by the SBA and the Code of Federal Regulations. **Otherwise, the agreement is not complying with appropriate fee disclosures.**

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TIPS TO HELP YOU & HOW TO AVOID MOST COMMON ERRORS

1. 📌 Avoid PPP application errors.

Many small businesses have been hamstrung by confusing guidance regarding PPP applications. One common mistake is listing an incorrect amount for payroll costs. The PPP application requires applicants to list their gross payroll. Other common errors include listing payments to independent contractors, which shouldn't be included, and not capping wages at \$100,000 for individuals who make more than \$100,000 per year.

2. 📌 PPP Basic Document errors

Have ready (1) copy of a voided check (2) if applying for 1st time PPP, have February of 2019 business bank account or personal account ready (3) have your driver's license ready both front and back (4) have 2019 taxes ready (5) if applying for 2nd PPP have 2020 taxes ready and or bank statements ready.

3. 📌 PPP Calculations

Input the correct loan amount. This is where you may need an advisor to analyze your tax returns. Make sure you input the correct loan amount. Use the 1120, 1065 and or 1040 with Schedule C to obtain the information. Make sure you multiply that times 2.5.

4. 📌 PPP Selecting a Good Lender

There are some lenders that will be impossible to communicate with. Find a lender before you apply that will assign a business funding manager or representative. Or, work with an agent that is approved to work with a lender, that they may have internal communications with. Once, you start working with a lender that communication is horrible, there is no turning back.

5. 📌 1st Come 1st Serve Basis

You are not married to one lender. If you are not satisfied with one lender, apply with another lender. There are no limits on the number of lenders you can apply with. However, if the lender has obtained an e-trans number, stay put and be patient.

6. 📌 Become familiar with the Process and Be Patient

Once you apply normally this is what will happen (1) you will receive an email confirmation (2) it will indicate sent to the SBA (good news) (3) it may take 3 to 30 business days or more for the SBA to come back and give a credit decision (4) assuming the process goes fast, a contract will be sent. That is a promissory note (a loan agreement) (5) Once the loan agreement is signed it may take 5 to 30 business days to get funding (6) if the lender or the SBA wants more documents even after you signed the loan agreement, they can do that. This is a loan you are applying for.

7. 📌 PPP – 2nd round

Make sure you know how much you got funded the first time and have your PPP loan application number ready. When you apply, they will ask for the 1st PPP loan number.

8. 📌 EIDL Reconsiderations & Denials

Many of you may have gotten denied for EIDL. We have been successful in overturning denials into approvals. Credit is a major reason for denial. Many of you may say, “how is it possible that the SBA wants me to have good credit when in 2020 we fell into economic disaster”. This is where a good advisor can help. This is one simple secret and tip. The SBA understands that. You need to provide a letter showing your loss and also showing what steps you have taken to start repaying back your creditors. The letter alone will not do it. Example: you may provide a profit to loss or bank statements showing a decline in revenues. Thereafter, maybe you modified payments with creditors, and you show payment modification agreements. This demonstrates your loss and steps you have taken to save your credit.

9. 📌 EIDL Applications

Do not submit multiple applications to the SBA for EIDL. Only submit one. If you are doing this one your own, please keep the application number handy. Take a screenshot, a photo or write it down. Without this number its extremely hard to track your application. Only apply once. The SBA will only refer back to your first loan application for EIDL. If you do this on your own, make sure you do not screw up on the application. It may cause delays or a denial. A reconsideration takes time.

10. 📌 EIDL Applications Financial Figures

Make sure you understand the difference between gross sales and cost of sales and expenses.

SMALL BUSINESS RELIEF AND 2021

Updated March 16, 2021

The \$1.9 trillion American Rescue Plan Act (ARPA) of 2021, signed into law on March 11, brings a third round of economic relief to businesses still battling the pandemic as they work to protect employees and adapt to better serve customers.

It updates the CARES (Coronavirus Aid, Relief, and Economic Security) Act, passed in March 2020, and the Consolidated Appropriations Act (CAA), 2021, passed on December 27, 2020, adding more relief for small businesses through a number of targeted incentives, additional funding for the Paycheck Protection Program (PPP), and myriad adjustments to Small Business Administration (SBA) programs and procedures.

One of the main goals of this legislation is to provide targeted relief for minority-owned and economically disadvantaged business owners.

Expanded PPP access and larger loans for the self-employed and other business owners.

The White House on February 22 announced it would put PPP funds (potentially forgivable loans) within reach of more business owners:

- **Self-employed:** Sole proprietors, independent contractors, and other self-employed individuals can benefit from a revised PPP loan calculation to access larger PPP loan amounts.
- **Arrested or convicted of a non-fraud felony:** Unless currently incarcerated, these owners now have access to PPP.
- **Defaulted on a federal student loan:** Business owners delinquent on federal student loan payments can now access PPP.
- **Non-citizen lawful residents:** Green card or visa holders and other legal residents are able to apply for PPP.

Simplified PPP forgiveness, and more eligible business expenses

Businesses may choose a forgiveness period anywhere between eight and 24 weeks.

Simplified forgiveness: For PPP loans of \$150,000 and less, the one-page form requires only:

- the number of employees retained thanks to the loan,
- the estimated amount spent on payroll, and
- the total loan amount.

 **Tip:** Retain employment records for four years and other relevant financial records for three years in case of an SBA audit.

Additional eligible expenses for *all* PPP loans:

- group insurance payments as part of PPP payroll costs (vision, dental, disability, life insurance),
- supplier costs on existing contracts and purchase orders,
- perishable goods purchased at any time,
- personal protective equipment (PPE), and
- technology expenses (such as cloud computing).

Even more flexibility for businesses most in need: Some small businesses already in bankruptcy may now be eligible for PPP loans.

PPP2: Some businesses can take a ‘second draw’ PPP

In addition to making the PPP loan more available to businesses that either missed or bypassed last year’s first round of PPP, struggling businesses are able to apply for a second loan through March 31, 2021. This effort is targeted at smaller businesses that have suffered the most economic hardship.

How you qualify:

- **Previous PPP:** Must use all your original PPP loan.
- **Employees:** Fewer than 300. (First-time PPP borrowers in this round still can have as many as 500 employees.)
- **Finances:** Must have suffered a drop of at least 25% in gross receipts in one quarter of 2020 compared to 2019.
- **Age of business:** In operation on or before February 15, 2020.
- **Type of business:** Many nonprofits now are eligible. So are sole proprietors, independent contractors, and the self-employed. Business leagues (chambers of commerce, visitors’ bureaus) with 300 or fewer employees and whose business is no more than 15% lobbying also may apply.

How much you get:

- **Formula:** In general, the loan amount is 2.5 times average total monthly payroll (or 3.5 times for food and lodging businesses) over the last 12 months or in 2019—up to \$2 million. (Any individual annual salary used in payroll calculation must be capped at \$100,000.)
- Those who file a Form 1040 Schedule C can borrow even more than before because the loan amount may be based on gross, rather than net, income.
- **What if you returned all or part of a PPP loan in 2020?** You can reapply this year for the maximum amount.

EIDL (Economic Injury Disaster Loan) updates

Deadline: EIDL is replenished and extended until December 31, 2021.

Rules: Businesses no longer must subtract EIDL advances from PPP loan forgiveness, but EIDL and PPP must cover different expenses.

Grants: A [Targeted EIDL Advance](#) (up to \$10,000) may be available to businesses in low-income communities if they previously received an advance for less than \$10,000, or applied but received no money due to lack of program funding.

 **Tip:** A low-income community is defined by Census tract: The poverty rate for the tract where the business is located must be at least 20%, or its median family income must not be more than 80% of metro or statewide median family income.

Taxes: Employee retention tax credits and more

Employee retention tax credit: Extended through December 31, 2021.

Main parameters:

- **Type of business:** Educational (colleges, universities) and medical (hospitals, clinics) institutions are now eligible.
- **Formula:** Starting January 1, 2021, the maximum credit for wages is \$7,000 per employee per quarter. Qualifying businesses must have suffered a partial or full business shutdown because of a COVID-19 shutdown order, or at least a 20% reduction in business compared to the same quarter in 2019. Certain startup businesses that launched after February 15, 2020, may be allowed a credit of up to \$50,000 per quarter.
 - **> 500 employees:** Credits apply only to wages paid to employees not working.
 - **500 or fewer employees:** Credit available for all wages paid, regardless of whether the employee is working.
 - **Severely distressed business:** An employer of any size with more than a 90% drop in gross receipts during the quarter can have all wages for that quarter covered by the credit.
- **PPP compatibility:** PPP recipients are eligible if PPP didn't pay the wages in question.
- **Deduct meals:** The entire cost of a business meal provided by a restaurant is deductible in 2021 and 2022—doubling the current 50% write-off.
- **PPP loans:** Not only are forgiven PPP loans themselves tax-free, but the eligible expenses they pay for also are deductible business expenses.

SBA loan subsidies, limits

Limits: The maximum SBA express loan amount was boosted to \$1 million from \$350,000—until October 1, 2021. Afterward, the maximum remains somewhat higher, at \$500,000.

Subsidies: The CAA also extends the CARES Act provision that the SBA pays the principal, interest, and fees on a loan for six months, starting on the due date of the next payment (or even after the end of a deferral period on a loan).

Most businesses can expect to have these expenses covered for an additional three months (for a total of nine months), while some smaller and harder-hit businesses will receive an additional five months of coverage (for a total of 11 months, capped at \$9,000 per month).

 **Tip:** For *new* SBA loans approved from February 2021 through September 2021, the SBA is required to pay principal and interest for the first six months (capped at \$9,000 per month).

'Save Our Stages'

The "Save Our Stages" portion of the CAA and ARPA, the [Shuttered Venue Operators Grant](#), makes available billions of dollars in grants to struggling performance venues (live music, theater), museums, and zoos to be used for expenses similar to PPP—but not in addition to PPP.

Restaurant Revitalization Fund

The ARPA established the Restaurant Revitalization Fund, a new grant to be administered by the SBA, specifically targeted to privately held restaurants, bars, caterers and similar businesses with 20 or less physical locations. The grant amount covers pandemic-related revenue loss calculated by comparing 2020 versus 2019 annual revenues, up to \$5 million per location (limited to \$10 million). (The value of the grant is reduced by any amount received under the PPP program). Guidance is provided for businesses that did not operate the full year of 2019 or 2020.

The grant may be used to cover eligible expenses (similar to those covered by the PPP loan) incurred from February 15, 2020, through the end of 2021. The act prioritizes smaller establishments with gross receipts in 2019 of less than \$500,000 and small businesses owned by women, veterans, or socially and economically disadvantaged individuals in the initial three weeks of the program. This grant is available to establishments that elect to take the employee retention tax credit (as long as not used for the same expenses), but not to those that receive a Shuttered Venue Operators Grant.

The ARPA provides that this grant is not treated as federally taxable income, and the expenses paid with the funds continue to be deductible.

How additional new federal relief helps individual taxpayers

Stimulus checks

Taxpayers receive as much as these amounts based on status and adjusted gross income:

\$1,400

Single

\$2,800

Married, filing jointly

\$1,400

Per dependent

This tax-free stimulus phases out rapidly over these ranges of adjusted gross income:

Single	\$75,000 to \$80,000
Head of household	\$112,500 to \$120,000
Married, filing jointly	\$150,000 to \$160,000

 **Tip:** Adjusted gross income is based on 2020 returns if filed, otherwise 2019 tax returns.

Unemployment benefits: \$300 more per week in unemployment is extended to September 6, 2021 (longer in some cases). Up to \$10,200 is received free of federal income tax for those with adjusted gross income of less than \$150,000 (though states have their own rules about taxation of these benefits). And states can now forgive overpayment of benefits.

Retirement savings: Select workers in the building and construction industry now can begin phased withdrawal (“in-service distribution”) of retirement savings as early as age 55. The CAA also allows victims of a federally declared disaster (not COVID-19-related) to access more of their retirement savings (if the plan allows) and avoid the early 10% withdrawal penalty under age 59½, until June 26, 2021. They can also spread the taxes over three years, or avoid income tax if it’s repaid in three years.

COBRA continuation coverage credit

The ARPA provides a new 100% COBRA (Consolidated Omnibus Budget Reconciliation Act) subsidy for premiums paid by the business for coverage between April 1 and September 30, 2021, to employees who lost their jobs or had significantly reduced hours and are eligible for COBRA coverage. To offset this expense to businesses, the ARPA allows the business to take a quarterly tax credit (against the Medicare payroll tax) corresponding to the amount of the COBRA premiums the business would have received from eligible recipients. The business must provide numerous notifications to individuals eligible for assistance.

ABOUT LENDINERO FINANCIAL

Lendinero Financial has provided entrepreneurs and small business owners access to capital to grow their business to meet their business goals.

As entrepreneurs and small business owners themselves, they know firsthand about the process of growing and capitalizing on a business. For that reason, they go out of their way to ensure that their clients have access to all of the information they need to make an educated financial decision.

Concerning SBA loans, the team at Lendinero Financial has been helping entrepreneurs and small business owners work to meet the requirements and complete the application process to secure the SBA funding that they need to meet their business goals. We can act as an agent or advisor with SBA PPP or EIDL. Aside from EIDL and PPP, we provide alternative business financing. We have funded thousands of businesses across the nation since 2013. You can find a lot of information about Lendinero on google. Simple just input (lendinero) on google search. We have been featured in major publications, have positive reviews on Trustpilot.com, and we take our work seriously.

To learn more about lendinero financial visit:

<https://www.lendinero.com/>

Contact us: **888-505-5835** or contact@lendinero.com

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(Entrepreneur Magazine / Instagram)

Disclosure: the information contained in this document may change at any time without notice. Government regulations on PPP and EIDL have changed several times during the course of the program. Stay updated on any changes that can take place. The information within should not replace advice from a CPA or attorney. You can apply for FREE. If you need assistance you can always contact us: 888-505-5835 or contact@lendinero.com

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Excellent  

 **ELSA BACHEZ**
1 opinión

  Por invitación 26 ago. 2020

My company is very satisfy with their...

My company is very satisfy with their services, they have helped tremendously with our EIDL loan. Great service and also always keeps my company updated on the process.
Thank you Karina and Rosa for all the help you provide to my company.

 Útil  Compartir 

 **Estrella Beneitez**
1 opinión

  Por invitación 26 ago. 2020

Hi Lendinero was helping me with the...

Hi Lendinero was helping me with the PPP loan I have no words to express how the team was very professional and responsible In very happy with the results and that is the reason why I decide to keep working together for the EIDL loan

 Útil  Compartir 

 **magnolia rosales**
1 opinión

  Por invitación 14 jul. 2020

Wendy Sevilla helped me with my...

Wendy Sevilla helped me with my business loan and also getting approved with EIDL. Within a week I had my money already, I highly recommend this business they are very efficient with their job.

 Útil  Compartir 

 **fredys hasset**
1 opinión

  Por invitación 26 ago. 2020

helped me with my loan im very happy...

helped me with my loan im very happy with their work especially from rosa. she has been very nice and professional and made it easy to get the job done.

 Útil  Compartir 