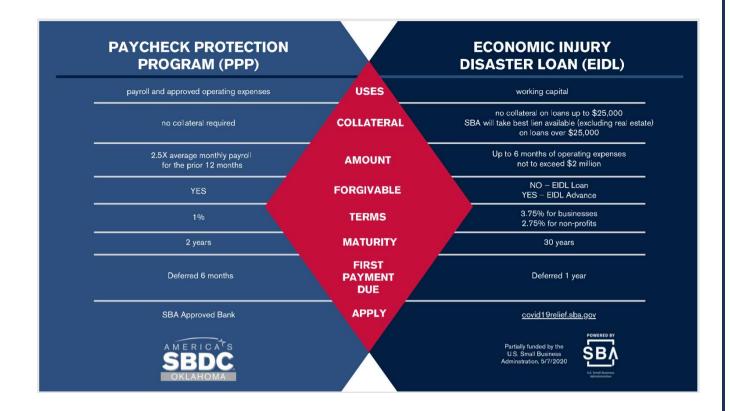


Fact Sheet: EIDL and PPP for Agriculture

Comparison of COVID-19 Relief Options available from SBA



Uses of Proceeds under the Paycheck Protection Program

Eligible Uses:

- Payroll
- Rent
- Mortgage interest
- Utilities
- Examples: salary, wages, commissions, tips, sick leave, health insurance, retirement, state or local payroll related taxes; electricity, gas, water, transportation, telephone, internet access for service

Sources: www.oksbdc.org 05/12/2020

• <u>Ineligible Uses:</u>

- Employer's share of FICA
- Compensation for any employee whose principal residence is outside the US
- Compensation of an individual employee in excess of an annual salary of \$100,000x
- Qualified sick and family leave wages for which a credit is allowed under the Section 7001 and 7003 of the Cares Act
- Examples:

Uses of Proceeds under the Economic Injury Disaster Loan

Eligible Uses:

- Payroll costs including sick leave
- Accounts payable
- Material costs
- Rent or mortgage payments
- Pay pre-existing fixed debt
- Examples: utilities; insurance; regularly scheduled mortgage, equipment, vehicle payments, etc.; repairs and maintenance, supplies, fuel; regularly scheduled rent or lease payments; inventory/accounts for feed, fertilizer, seed, hay, etc.

Ineligible Uses:

- Refinancing long term debt
- Paying down or paying off loans guaranteed by another federal agency or a Small Business Investment Company
- Payment of any part of a direct federal debt
- Expansion of facilities or acquisition of fixed assets
- Repair or replacement of physical damages
- Examples: principal reduction on loans in advance of scheduled terms; purchasing loan term assets (equipment, vehicles, breeding stock, etc.)

Disclaimer: This report and its contents are provided in strict accordance of the terms of the SBDC-SBA Form 641 signed by the client and provided for his/her use only. Any information disclosed will be held in strict confidence. The counselor agrees not to recommend goods/services from sources that he/she has an interest and agrees not to accept any fees or commissions. In consideration of the counselor furnishing management or technical assistance, the client waives all claims against SBA and its personnel arising from this assistance.

Sources: www.oksbdc.org 05/12/2020