

# REALTORS® Guide to Understanding Coronavirus Aid, Relief and Economic Security (CARES) Act



## Here are the CARES Act programs available to REALTORS®

Disclaimer – This information is being provided to assist Realtors and Brokers with timely and distilled information on complex, very recent developments that may still change or be clarified. PRO/CPRO makes no representation as to the completeness or accuracy of the information. Revised 04/18/2020.

For more information, please contact Travis Norton at [tnorton@tampabayrealtor.com](mailto:tnorton@tampabayrealtor.com)

	Paycheck Protection Program (PPP)	Economic Injury Disaster Loan (EIDL) grant	Pandemic Unemployment Assistance (PUA)
<b>Can Realtors apply?</b>	Yes	Yes	Yes
<b>Amount</b>	Businesses can get the lesser of either 2.5x the average monthly payroll expenses they had for the year prior to the loan or \$10 million dollars. When calculating payroll expenses, individual employee salaries are capped at \$100,000 (prorated per month).	The maximum loan amount is 2.5 times a business's average total monthly payroll amount incurred during the 12-week period beginning February 15th, 2019, but is capped at \$15,000 per business. For an EIDL advance grant, there is a \$1,000 cap per employee, up to a maximum of \$10,000.	\$600 per week, up to 39 weeks
<b>When can I apply?</b>	When Congress authorizes additional funding for PPP	Immediately	Immediately
<b>When do I need to apply by?</b>	6/30/20. As of 4/16/20, the \$349B allocated to PPP has been expended. The SBA is unable to enroll new PPP lenders at this time. Waiting for Congress to authorize additional funding.	12/31/20. However it is unclear if funds could run out first and if they do, if they will be replenished.	As soon as possible. \$260B has been allocated to PUA
<b>Where can I apply?</b>	Visit any SBA Lender. Lenders/Banks can also opt into the PPP	SBA Directly <a href="https://covid19relief.sba.gov/">covid19relief.sba.gov/</a>	<a href="https://floridajobsresources.com">floridajobsresources.com</a>
<b>How soon can I receive the funds?</b>	Unknown	Advance of up to \$10,000 within 3 days after the SBA receives the application. Unknown for the remainder of the loan amount.	PUA check mailed weekly.
<b>What will I need?</b>	A business must make a good-faith certification that it is suffering an economic injury due to the COVID-19 crisis. However, for the 7(a) PPP loans, the borrower will need to provide documentation to calculate their average monthly payroll for the year prior to receiving the loan. The Treasury Department has released the application form for SBA 7(a) PPP loans, which you can find here.	These individuals will need to provide documentation showing their average monthly income for the year prior – for example, 1099 MISCs forms – and the same rules apply for how the loans can be used and forgiveness requirements.	2019 1099 2019 W-2 2019 Pay stubs 2020 Pay stubs Form 1040 U.S. Individual Income Tax Return

	Paycheck Protection Program (PPP)	Economic Injury Disaster Loan (EIDL) grant	Pandemic Unemployment Assistance (PUA)
<b>How long of a period does the loan/benefits cover?</b>	An 8-week period during the covered period of February 15, 2020 – June 30, 2020	N/A	Up to 39 weeks
<b>Is the loan forgivable?</b>	Yes, up to 100% for 8 weeks. At least 75% of the forgiven amount must be used for payroll costs.	Yes. The \$10,000 EIDL advance grants are eligible for forgiveness if the borrower spends them on payroll costs, rent, utilities and mortgage interest, repaying debt obligations due to revenue, and increased costs due to supply chain disruption.	N/A
<b>What if a portion of my loan is not eligible for forgiveness?</b>	Borrowers whose loans are not eligible for 100% forgiveness have ten years to repay the loan, at an interest rate of not more than 1%. The remaining loan balance after forgiveness is 100% guaranteed by the SBA.	EIDL terms are for 30 years, and interest rates are capped at 3.75% for small businesses (2.75% for non-profits). The first month's payments are deferred a full year from the date of the promissory note.	N/A
<b>Are there loan fees for the loan?</b>	No	No	N/A
<b>What is the interest rate?</b>	Capped at 1%.	3.75% for businesses and 2.75% for nonprofit organizations.	N/A
<b>What expenses are covered?</b>	Compensation to or the income of a sole proprietor or independent contractor that is a wage, commission, income, net earnings from self-employment, or similar compensation	Payroll costs, rent, utilities and mortgage interest, repaying debt obligations due to revenue, and increased costs due to supply chain disruption	N/A
<b>First payment due?</b>	6 months or more, but interest accrues.	Can be deferred a year, but interest accrues.	N/A
<b>Can I apply for multiple relief programs?</b>	Yes, but there are some caveats. If you apply for both types of loans (EIDL & PPP), you must put them toward different expenses. In addition, if you receive an EIDL advance grant as well as a SBA 7(a) PPP loan, the amount of the advance will be subtracted from the amount forgiven under the 7(a) PPP loan. Waiting on clarification on accepting PUA payments with EIDL & PPP.		
<b>Where can I find more assistance?</b>	<a href="https://sba.gov/funding-programs/loans/coronavirus-relief-options/paycheck-protection-program-ppp">sba.gov/funding-programs/loans/coronavirus-relief-options/paycheck-protection-program-ppp</a>	<a href="https://sba.gov/page/disaster-loan-applications#section-header-0">sba.gov/page/disaster-loan-applications#section-header-0</a>  <a href="https://sba.gov/page/coronavirus-covid-19-small-business-guidance-loan-resources">sba.gov/page/coronavirus-covid-19-small-business-guidance-loan-resources</a>	Florida Realtor Legal Hotline: 407-438-1409  Hours: 9am - 4:45pm, Monday - Friday



[www.pinellasrealtor.org](http://www.pinellasrealtor.org)

[www.pinellasrealtor.org/covid-19](http://www.pinellasrealtor.org/covid-19)