

# MICHIGAN SMALL BUSINESS RELIEF PROGRAMS

FINDING THE ASSISTANCE YOU NEED

## GRANTS AND LOANS

### Program Overview

The MSF seeks to award one or more grants to one or more local Economic Development Organization ("Local EDO") or non-profit economic development organization ("Non-Profit EDO"), up to an aggregate amount of \$10 million, to be used to support certain small businesses that have realized a significant financial hardship as a result of the COVID-19 outbreak.

The MSF seeks to award one or more non-revolving loans to one or more Certified Development Financial Institutions ("CDFI") or a licensed SBA not-for-profit institutions ("Eligible SBA Non-Profit"), or directly from the MSF to Eligible Borrowers (as described below) up to an aggregate amount of \$10 million, to be used to support certain small businesses that have realized a significant financial hardship as a result of the COVID-19 outbreak.

### Eligibility Requirements

Applicants must

- be a local EDO or Non-Profit EDC that demonstrate the ability to issue grants to distressed businesses.
- demonstrate the ability to administer loans.
- provide an application outlining their capacity to provide assistance to small businesses described in guidelines.

Applicants must

- be a CDFI or Eligible SBA Non-Profit that have a demonstrated ability to issue loans to distressed small businesses.
- demonstrate the ability to administer the loans.
- provide an Application outlining their capacity to provide assistance to small businesses as described in the guidelines.

### Criteria

The company

- is in an industry outlined in Executive Order 2020-9 or any subsequent Executive Order of similar intent ("EO").
- meets one or more of the following: provides support to impacted employees, is located in a downtown district or high impact corridor, or provides services to companies outlined in the EO and requires additional employees to support to companies or employees impacted by EO.
- needs working capital to support payroll, rent, mortgage, utility, or similar expenses that occur in the ordinary course of business.
- has 50 or less employees.
- is able to demonstrate income loss as a result of the EO, or COVID-19 outbreak.

**Grants to Eligible Businesses are capped at \$10,000 and may be used for working capital.**

The company

- is in an industry outlined in Executive Order 2020-9 or any subsequent Executive Order of similar intent ("EO"), or is a company that provides goods and services.
- needs working capital to support payroll, rent, mortgage, utility, or other similar expenses that occur in the ordinary course of business.
- has 100 or less employees.
- is able to demonstrate that it is unable to access credit through alternative sources.
- is able to demonstrate an income loss of as a result of the EO, or the COVID-19 outbreak.

**Maximum interest rate to be charged to any Eligible Borrower may not exceed .25%.**

**Loan Range: \$50,000 - \$200,000.**

**Loans may be used for working capital.**