



SBA Information Notice

TO: Depository Financial Institutions and AllSBA Employees

CONTROL NO.: 5000-202135

SUBJECT: Notification Regarding Targeted EIDL Advance Deposits

EFFECTIVE: 3/5/2021

The purpose of this Notice is to inform depository financial institutions that SBA is launching a new round of Economic Injury Disaster Loan (EIDL) Advances – called **Targeted EIDL Advances** – which provide eligible businesses (including sole proprietors, independent contractors, and nonprofit organizations) with up to \$10,000 in total grant assistance. On July 22, 2020, SBA issued Information Notice 5000-20037, Guidance Regarding Identification and Reporting of Suspicious Activity in the COVID-19 EIDL Loan Program, to alert depository financial institutions to the potential for suspicious activity related to COVID-19 EIDL funds deposited into business or personal accounts. SBA has implemented new verification methods to prevent fraud in the Targeted EIDL Advance program; however, SBA requests that depository financial institutions continue to report any suspicious activity as described in Information Notice 5000-20037. This Notice provides a description of the Targeted EIDL Advances and the expected deposit amounts so that depository financial institutions can distinguish legitimate recipients from potentially fraudulent activity.

Businesses eligible for the Targeted EIDL Advance must meet ALL of the following eligibility criteria, as determined by SBA:

- Located in a low-income community, as defined in section 45D(e) of the Internal Revenue Code. SBA will map the business property address to determine if the applicant is in a low-income community when the Targeted EIDL Advance application is submitted.
- Suffered economic loss greater than 30 percent, as demonstrated by an 8-week period beginning on March 2, 2020, or later, compared to the previous year. Applicant businesses will be required to provide the total amount of monthly gross receipts from January 2019 to the current month-to-date.
- Must have 300 or fewer employees. Business entities normally eligible for the EIDL program are eligible, including sole proprietors, independent contractors, and private nonprofit organizations. However, agricultural enterprises, such as farmers and ranchers, are not eligible to receive the Targeted EIDL Advance.

PAGE 1 of 2

EXPIRES: 3/1/2022

SBA Form 1353.3 (4-93) MS Word Edition; previous editions obsolete

Must be accompanied by SBA Form 58

The Targeted EIDL Advance provides small businesses and nonprofit organizations up to \$10,000 in grant assistance for continuity, adaptation and resiliency as a result of COVID-19. The first recipients of the Targeted EIDL Advance will be businesses that previously received an EIDL Advance of less than \$10,000. These original disbursements, ranging from \$1,000 to \$10,000, were received via a lump sum ACH deposit from “SBAD TREAS 310” and “Origin No. 10103615”. Targeted EIDL Advance disbursements to the first group of recipients will range from \$1,000 up to \$9,000, in increments of \$1,000. The combined amount of the Targeted EIDL Advance and any previously received Advance will not exceed \$10,000. In the coming weeks, SBA will also begin making Targeted EIDL Advances to businesses that did not previously receive an EIDL Advance. Disbursements to this group will be for \$10,000.

If the Targeted EIDL Advance request is approved, the applicant business will receive an email notification and an ACH deposit to the bank account provided in their application. Targeted EIDL Advances will be delivered to recipients via the ACH Network as CCD+ transactions. The addenda string for these payments will be structured as follows:
NTE*PMT*EIDLTG9999999999\.

The SBA point of contact for questions regarding suspicious activity associated with the COVID-19 EIDL loan program is: eidl.ach.inquiries@sba.gov.

SBA appreciates the cooperation and diligence of depository financial institutions in identifying and reporting suspicious activity associated with the COVID-19 EIDL loan program.

James Rivera
Associate Administrator
Office of Disaster Assistance