

SMALL BUSINESS COMPONENTS:

1. \$400 million to SD small businesses who experienced reduction in business as result of the pandemic

a. Eligible Business

- i. Physically located in South Dakota
- ii. Experienced a reduction in year over year cash flow from operations (considering federal aid) of at least twenty-five percent between March and August of 2019 and 2020
- iii. 2019 gross revenues do not exceed \$38.5 million; and
- iv. Certify that business is a going concern in South Dakota.

b. Information Requirements

- i. Basic business information including legal name and TIN
- ii. Income, cash expenses, and term debt principal payments, including supporting documentation, from March to August of 2019 and 2020 as well as records of other Federal COVID grant funding received;
 1. Businesses with less than \$150,000 in 2019 revenue will have reduced documentation requirements.
- iii. Certificate of Good Standing from the Secretary of State
- iv. 2019 Tax Return
- v. Self-certifications:
 1. Financial information submitted is accurate;
 2. Business is a going concern;
 3. Federal awards received;
 4. Reduction in business is related to COVID; and
 5. Mailing address or direct deposit banking information.

c. How to Apply

- i. Applications will be accepted and the call center will be open October 13-23, 2020.
 - ii. Application can be submitted at <https://covid.sd.gov>.
 2. Small business startup program will provide up to \$10 million in direct grants to recently started eligible SD businesses whose growth was impacted by pandemic
 - a. Eligible Business
 - i. Are physically located in South Dakota;
 - ii. Registered with the Secretary of State or Department of Revenue between September 1, 2019 and June 1, 2020;
 - iii. Have a net loss in 3 of the 6 months between March 2020 and August 2020 or average monthly income between March 2020 and August 2020 less than 120% of average monthly income prior to March 1, 2020.
 - b. Information Requirements
 - i. Basic business information (e.g., legal name, TIN);
 - ii. Monthly income information to demonstrate eligibility in accordance with eligibility criteria listed above;
 - iii. Cash expenses incurred, including supporting documentation between March 1 and August 31, 2020 and federal COVID grant funding received in 2020
 - iv. Certificate of Good Standing from the Secretary of State
 - v. Self-certifications:
 1. Financial information submitted is accurate;
 2. Business is a going concern;
 3. Federal awards received;
 4. Impact on cash flow is related to COVID; and
 5. Mailing address or direct deposit banking information.
 - c. How to Apply

- i. Applications will be accepted and the call center will be open October 13-23, 2020.
- ii. Application can be submitted at <https://covid.sd.gov>.

Application Period: October 13-23, 2020

Contact for Assistance:

1. Call Center – 605-937-7243 (8am – 5pm M-F)
2. Email – covid.bizgrants@state.sd.us

If you have questions or concerns specific to your business or organization, please email Woods Fuller attorney [Sterling.Nielsen](#) or visit WoodsFuller.com.