

Are you a business with 500 or fewer employees? You may be eligible to receive up to \$ 5,000 in Glendale Small Business Recovery Grant funds!

1. <u>What can grant funds be used for</u>?

The SBRG program offers grants to Glendale business for working capital, i.e., capital that can be used for day-to day operating expenses. Examples of what SBRG funds may be used for include:

- Employee payroll;
- Business Rent;
- Employee sick time payroll;
- Day to Day expenses to continue operations;
- Outstanding Business Expenses; or
- Adaptive business practices needed to remain open.

2. Application Period and Selection Process

Application Period

Applications will be accepted starting on June 15, 2021 at 12:00 PM and ending on June 25, 2021 at 12:00 PM.

• Application Submissions

Businesses may only submit one grant application to either the Low-Income Small Business Grant program or the Small Business Recovery Grant program. Multiple entries for either program will risk disqualification. Businesses receiving funding from a Round 1 or 2 Low-Income Small Business Grant or Small Business Recovery Grant are not eligible for Round 3 funding. Only one grant per household will be accepted.

Selection Process

Applicants will be selected for further review based on a random ranking established by an online lottery process (the "Lottery List"). Staff will contact Applicants in the order ranked by lottery in order to obtain the documentation necessary to support the Application (the "Information Request"). Supporting documentation includes, but is not limited to, payroll records, tax returns, government-issued ID, and a copy of the business registration. Applicants who do not provide all the requested documentation within two (2) weeks from receipt of the Information Request will not qualify for funding and be removed from the Lottery List.

3. <u>Business Eligibility Checklist</u>

Many business, including non-profit organizations and houses of worship are encouraged to apply for this grant. However, before submitting an application each applicant must confirm the following statements are true for their business:

• Eligibility Checklist

- Business <u>must</u> be located in Glendale.
- Business has been in operation for at least **six (6) months** as of June 15, 2021.
- Business has 1 500 employees, including the applicant.
- Business does not have any existing, non-resolved code violations as identified in a formal notice from the City of Glendale.
- Business has suffered a 25% or more loss of revenue due to COVID-19.
- Business <u>must</u> provide a Business Registration Certificate (BRC) if business is located in a commercial property or Home Occupation Business Permit if the business is home-based. If applicant is in the process of obtaining either permit, they can provide proof of BRC/Home Occupation Business Permit payment via a receipt.
- Non-profit organizations, including houses of worship are eligible to apply as long as they have the appropriate business certificate/permit outlined above.

• <u>Required Documentation</u>:

The following documentation <u>must</u> be provided to staff if your application is selected as part of the Lottery process:

• Proof of Financial Stability

- Applicants must document they have had a regular income prior to the start of the COVID-19 pandemic and had business operations for the most recent available tax year (2019 or 2020). If a business started in 2020 and has not yet filed their initial return, a profit/loss statement from 2020 will be accepted in lieu of a tax return.
- Payroll Records
 - Applicant will need to provide payroll records documenting the number of employees working in the business.

- **o** Business Registration Certificate or Home Occupation Business Permit
 - Applicant will need to provide a Business Registration Certificate (BRC) in order to prove their business is located in the City of Glendale. If an applicant does not have a BRC, they may apply for one <u>here</u>.
 - Applicant will need to provide a Home Occupation Business Permit if the business is home-based. If an applicant does not have a Home Occupation Business Permit, they may apply for one here
- Government Issued Identification
 - All business owners with a 20% or greater ownership interest must submit a
 - copy of a government issued identification. Examples include:
 - Driver's License with a photograph
 - State Identification card with a photograph
 - Immigration and Naturalization Service Documents must contain a photograph
 - Military Identification with a photograph
 - > Alien Registration Card with a photograph
 - Valid passport
 - Citizenship papers with photograph
- Once documents submitted to staff are verified, in order to receive grant funds, applicants must submit the following completed documents within one (1) week of receipt of request (the "Confirmation Documents"). Failure to submit the Confirmation Documents will result in termination of the Application:
 - o W-9 Form
 - Electronic Funds Transfer (EFT) Form
 - Signed Grant Agreement
 - Voided Check

4. Businesses Not Eligible for a Grant:

- Businesses and individuals that received funding for a Round 1 or Round 2 Low-Income Small Business Grant or Small Business Recovery Grant;
- Financial businesses primarily engaged in lending, such as banks, finance companies, and factors (including pawn shops).
- Businesses located in a foreign country (businesses in the U.S. owned by resident aliens may qualify if they meet qualifications);
- Pyramid sale distribution plans;
- Businesses deriving more than one-third of gross annual revenue from legal gambling activities;

- Businesses which have filed for bankruptcy as a result of the COVID-19 pandemic;
- Businesses engaged in any illegal activity;
- Businesses whose owners are delinquent in any City, Federal, or State taxes;
- Private clubs and businesses which limit the number of memberships for reasons other than capacity;
- Government-owned entities (except for businesses owned or controlled by a Native American tribe);
- Loan packagers earning more than one third of their gross annual revenue from packaging SBA loans;
- Businesses with an associate who is incarcerated, on probation, on parole, or has been indicted for a felony or a crime of moral turpitude;
- Businesses which present live performances of a prurient sexual nature; or which derive directly or indirectly more than *de minimis* gross revenue through the sale of products or services, or the presentation of any depictions or displays, of a prurient sexual nature; or
- Business have an existing, non-resolved code violations as identified in a formal notice from the City of Glendale.

5. <u>Reporting Use of Grant Funds</u>

Quarterly Reporting

Following the execution of a SBRG agreement and disbursement of funds, grantees shall provide, on no less than a quarterly basis, the following:

- o A report demonstrating precisely what the grant funds were used for;
- The number of employees on payroll during that preceding quarter; and
- A summary of business operational status.

6. Additional Questions?

If you have questions about applying for this grant, reach out to City staff at (818) 548-2067 or submit questions via email to <u>smallbusinessgrant@glendaleca.gov</u>. If you call after normal work hours, please leave a message and staff will get back to you as soon as possible.