



# *Child Care Business Resources*

# COVID-19

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Presented by



Governor's Office of  
Early Childhood Development



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Grace Hou - Secretary  
Illinois Department of Human Services

Jamilah R. Jor'dan, Ph.D. - Acting Executive Director  
Governor's Office of Early Childhood Development

# Agenda

- Federal resources to support early childhood operations
- State resources to support early childhood operations
- Resources for staff
- Q & A

# Paycheck Protection Program

## What is it?

- Support for up to 8 weeks of payroll costs (including benefits), rent, mortgage interest, utilities. If at least 75% of funds are used on payroll and staff are retained for 8 weeks, funds used on all of the above costs will be forgiven.
- Loans are retroactive 2/15/20 – 6/30/20, can be used to hire back staff who were laid off, and can be up to 2.5 times a provider's average monthly payroll costs.
- No fees, 6 months of payment deferral, and portions of the loan that are not forgiven have a 1% interest rate over 2 years.

## Who can use it?

- For-profit and non-profits with 500 or fewer employees per location.
- Independent contractors (applications will be accepted starting April 10).

## How can I apply?

- Loans will be granted on a first-come, first-served basis, so it is important to act quickly.
- PPP loans go through banks and credit unions that participate in the SBA 7(a) program, so you will apply directly with your financial institution. Ask your financial institution if they participate, or if they have a relationship with another institution that does.
- More information via the Small Business Administration: <https://www.sba.gov/funding-programs/loans/paycheck-protection-program> or U.S. Department of Treasury: <https://home.treasury.gov/policy-issues/top-priorities/cares-act/assistance-for-small-businesses>.
- For questions, call 1-800-252-2923 or email [CEO.support@illinois.gov](mailto:CEO.support@illinois.gov)

# Economic Injury Disaster Loan

## What is it?

- Employers can receive an emergency \$10,000 advance for payroll, rent, or mortgage within the first 3 days of applying that does not need to be repaid.
- Employers can apply for working capital loans of up to \$2 million at a 3.75% interest rate (2.75% for non-profits) with a 30 year repayment option and a 6 month principle and interest deferment.

## Who can use it?

- For-profit and non-profit businesses
- Independent contractors, including self-employed family child care workers (additional paperwork may be required)

## How can I apply?

- For more information, click here: <https://www.sba.gov/funding-programs/loans/coronavirus-relief-options>.
- To apply, click here: <https://covid19relief.sba.gov/#/>.
- If you have questions, contact the SBA disaster assistance customer service center at 1-800-659-2955 (TTY: 1-800-877-8339) or e-mail [disastercustomerservice@sba.gov](mailto:disastercustomerservice@sba.gov).

# Employee Retention Credit

## What is it?

- Employers can receive a tax credit of \$5,000 per employee through 12/31/20 using funds they would have otherwise paid to the IRS as payroll taxes.
- Can file for advance refund if the credit is more than the business would have paid in payroll taxes.

## Who can use it?

- For-profit and non-profits who have been closed or who have seen a 50% reduction in quarterly receipts.
- Providers who are not using the Paycheck Protection Program.

## How can I apply?

- There will be a tax form for the credit available – Form 941.
- For more information, click here: <https://www.irs.gov/newsroom/faqs-employee-retention-credit-under-the-cares-act>.

# Emergency Small Business Grants and Loans Assistance

## What is it?

- Small business working capital supported by the Illinois Department of Commerce and Economic Opportunity:
  - Illinois Small Business Emergency Loan Fund (loan)
  - Downstate Small Business Stabilization Program (grant)
- Chicago Small Business Resiliency Fund

## Who can use it?

- Small businesses with fewer than 50 employees

## How can I apply?

- For more information on the DCEO loans and grants, click here:  
<https://www2.illinois.gov/dceo/SmallBizAssistance/Pages/EmergencySBAInitiatives.aspx>
- For more information on the Chicago Fund, click here:  
<https://www.connect2capital.com/partners/chicago-small-business-resiliency-fund/>.



# Additional Early Childhood Supports

## Head Start

- The CARES Act included increased funding to cover emergency staffing needs.

## Illinois Emergency Child Care

- Emergency child care providers will receive stipends of \$750-\$1,000 (homes) or \$2,000-\$3,000 (centers) depending on setting and size.
- Funds will be accessible beginning April 1, 2020 through local CCR&Rs.
- For more information and to apply, click here:  
<https://www2.illinois.gov/sites/OECD/Documents/Emergency%20Child%20Care%20Stipend%20Program.pdf>



# CCAP Temporary Attendance Exemption

## What is it?

- Early childhood providers receiving CCAP payments may apply for an attendance exemption allowing them to continue to receive CCAP funds.

## Who can use it?

- Licensed child care centers and homes and license-exempt centers and homes with CCAP billings in March and April 2020 who attest that they continue to pay staff for scheduled work hours regardless of closure.

## How can I apply?

- For more information and to apply, click here:  
<https://www2.illinois.gov/sites/OECD/Documents/Temporary%20Attendance%20Exemption%20Policy%20and%20Form.pdf>

# Unemployment Insurance

## What is it?

- All unemployment insurance will be administered by IDES, including federal supports
- Work search requirement and weeklong waiting period have been waived
- Unemployment insurance expanded by 13 additional weeks
- Unemployment insurance amount increased by \$600 per week per person through 7/31/20

## Who can use it?

- All previously eligible individuals, plus self-employed contractors (through 12/31/20). Home child care providers may be eligible!
- Non-profits will have the amount by which they are required to reimburse for unemployment claims reduced by 50% through 12/31/20.

## How can I apply?

- File for unemployment online at [www.ides.illinois.gov](http://www.ides.illinois.gov) or call 800-244-5631 with questions.
- Do not call IDES yet to file for unemployment if you are a self-employed contractor. Please wait for Pandemic Unemployment to be announced. IDES will share information when they have implemented these new policies and are ready to accept applications.

# Direct Supports to Individuals (SNAP, Economic Impact Payment)

## What is it?

- SNAP: Expanded (nearly doubled) food stamps
- Economic Impact Payment:
  - \$1,200 to individuals earning less than \$75,000
  - \$2,400 to married couples earning less than \$150,000
  - \$500 to children under 17
  - All non-taxable

## Who can use it?

- SNAP: Those already qualified and receiving food stamps
- Economic Impact Payment: Anyone who filed a tax return in 2018 or 2019 using an SSN. Those with an SSN who did not file may file now to receive a payment.

## How can I apply?

- IRS will direct deposit or send payment checks automatically; this will take a few weeks for direct deposit or a few months for checks.
- For more information, click here: <https://www.irs.gov/newsroom/economic-impact-payments-what-you-need-to-know>.

# Additional Information

State of Illinois Coronavirus (COVID-19) Response	<a href="https://www.coronavirus.illinois.gov">Coronavirus.illinois.gov</a>
Governor's Office of Early Childhood Development (GOECD)	<a href="https://www2.illinois.gov/sites/OECD/Pages/For-Communities.aspx">https://www2.illinois.gov/sites/OECD/Pages/For-Communities.aspx</a>
To get support for federal PPP and EIDL applications, complete the survey on the INCCRRA website.	<a href="https://www.ilgateways.com/">https://www.ilgateways.com/</a>
For questions about the advising and support process for the PPP and EIDL applications, email either Jones Tax Group or Open Door Advisors.	<a href="mailto:ask@opendooradvisorsinc.com">ask@opendooradvisorsinc.com</a> <a href="mailto:help@jonestaxgroup.com">help@jonestaxgroup.com</a>
For questions related to emergency child care, call your local CCR&R.	<a href="https://www.inccrra.org/about/sdasearch">https://www.inccrra.org/about/sdasearch</a>
For other COVID-19 questions	<a href="mailto:GOV.OECD@illinois.gov">GOV.OECD@illinois.gov</a>

# Q&A

THANK YOU!