

Small Business Assistance for Loss of Business due to COVID-19

Eligibility for Economic Injury Disaster Loans is based on the financial impact of the Coronavirus (COVID-19). The interest rate is 3.75 percent for small businesses. The interest rate for private non-profit organizations is 2.75 percent. The loan SBA offers loans with long-term repayments in order to keep payments affordable, up to a maximum of 30 years and are available to entities without the financial ability to offset the adverse impact without hardship. Loans are available up to \$2 Million to help with the loss of revenue during this challenging time in our world.

Applicants may apply online, receive additional disaster assistance information and download applications here. Applicants may also call SBA's Customer Service Center at (800) 659-2955 or email disastercustomerservice@sba.gov for more information on SBA disaster assistance. Individuals who are deaf or hard of hearing may call (800) 877-8339. Completed applications should be mailed to U.S. Small Business Administration, Processing and Disbursement Center, 14925 Kingsport Road, Fort Worth, TX 76155.

Expedited SBA loan deferments can also be requested. Loan deferments can be for 3 or 6 months, with the potential to extend another 6 months if warranted. Contact your SBA bank and/or CDC to request a loan deferment or to get more information.

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For other related information, please click on the links below:

- [SBA Coronavirus Information Page](#)
- [State actions related to COVID-19](#)
- [Guidance on IRS Deferring Tax Payments](#)

Source: California Statewide CDC email 3/23/2020

**Current SBA 504 25-Year Fixed
Effective Rate for
March 2020 is 2.90-3.25%**

Important Aspects of a 1031 Exchange

A 1031 exchange allows a person or entity to use the funds from the sale of a business or investment property and exchange it into a like-kind property to defer capital gains taxes. The exchange property has to be identified by midnight on the 45th day following closing escrow on the original (relinquished) property. The exchange property has to close escrow within 180 days of closing escrow on the relinquished property. Some additional key factors of an exchange are the following:

-It is advised to set up the exchange account with the 1031 accommodator (qualified intermediary) before

closing escrow on the relinquished property. There are many forms and information to be completed.

- To receive the full tax deferral, the exchange property purchased has to for at least the amount of the net sales price of the relinquished property and take on the same or greater amount of debt on the replacement property(ies) as was on the relinquished property (or add cash to the transaction to make up the debt amount).

-The exchange property must be held for investment or used for a trade or business.

- The exchange has to be handled by a qualified intermediary. It cannot be done by a person/entity who has given tax/legal advice within the last 2 years. It is also not advisable to purchase an exchange property from a related person/entity.

--It is critical to consult with a tax advisor, accountant or CPA before closing escrow on the relinquished property. It is important to discuss carry-forward losses that can be used to offset the funds in the exchange. Every tax situation is unique and should be advised properly under those circumstances.

Source: Asset Preservation
www.APIExchange.com

Price Reduction on Automotive Building



Price Reduced \$50K!

3,136 SF building on over 8,579 SF lot.

2 Double-wide bays 24'x14' and one 12'x14'. Three above ground and one underground pit.

Includes the business, equipment, inventory and goodwill- established for over 50 years! Owner retiring!

Please contact me for more information.

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Linda specializes in commercial and industrial sales and leasing throughout the San Gabriel Valley. She has extensive knowledge in 1031 exchange transactions, investment opportunities, and market analysis. Feel free to contact Linda with any questions or requests for information.

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