

The Small Business Jobs Act of 2010

*More capital, more tax relief, and more
opportunities to help America's
entrepreneurs
and small business owners create jobs*



**The Small Business Jobs Act of
2010 is the most significant
piece of small business
legislation in over a decade**



Overview



- I. Building on What Works
- II. Tax Relief
- III. Stronger SBA Programs
 - Permanent and temporary changes, new pilots
- IV. Beyond SBA

Building on What Works

- SBA Recovery loans made big impact
 - ✓ Helped nearly 70,000 small businesses
 - ✓ Turned \$680 million into \$30 billion
- **New “SBA Jobs Act Loans”**
 - ✓ Waiting list cleared: \$1 billion in 1 week
 - \$14 billion available through December



More Tax Relief

- Before the Jobs Act: 8 cuts
 - ✓ Recovery Act, Affordable Care Act, HIRE Act (for hiring unemployed)
- **Jobs Act: 8 more totaling \$12 billion**
 - ✓ Higher expensing limit, accelerated depreciation, zero capital gains for investors, doubled start-up deduction, health insurance deduction for self-employed, more...



Stronger SBA Programs: Capital

- ✓ **Permanent:** Maximum top loans increased from \$2 million to \$5 million, microloans from \$35,000 to \$50,000
- ✓ **Temporary:** Express loans from \$350,000 to \$1 million (exp. 9/27/10)
- **Temporary:** Owner-occupied commercial real estate refinancing (exp. 9/27/11)



Stronger SBA Programs: Capital

- **More Firms Eligible for SBA Loans**
 - ✓ Increased standards: \$15 million net worth, \$5 million average net income
- Lending Pilots
 - Dealer Floor Plan extension, expansion
 - Slightly larger microlending



Stronger SBA Programs: Contracting

- ✓ **Parity:** equal treatment for HUBZone, 8(a), women, service-disabled veterans
 - Repeal of harmful program
 - Opportunities on multiple-award contracts
 - Greater ability to pursue fraudulent firms
 - Better treatment of subcontractors
 - Pilot: small business “teaming”



Stronger SBA Programs

Counseling

- \$50 million more for Small Business Development Centers

Exporting

- Permanent: Export Express
- Pilot: State Trade and Export Promotion Grants



Beyond SBA

Department of Treasury

- \$30 billion for new Small Business Lending Fund
 - Low-cost capital for community banks, with incentives to go beyond 2009 level
- State Small Business Credit Initiative



Summary

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www.sba.gov/jobsact