



Updated PPP Rules & Regulations

As of 06/05/2020

- Funds may now be used within 24 weeks or by December 31, 2020, whichever comes first
- Borrowers who received their loan before the law was signed into bill have the option to use the original 8-week period
- The forgivable amount of the loan will not be reduced if:
 - They are unable to rehire individuals, or hire new individuals, due to them not wanting to come back to work
 - They are unable to resume the same level of business activity due to the restrictions in place at the local, state or national level. (i.e. restaurant at 50% capacity)
- Reduced payroll cost to 60%, increased nonpayroll cost to 40%
- Payback period is now 5 years
- Allows employers who have their PPP loan forgiven to also delay paying 50 percent of their share of social security tax due until December 31, 2021, and delay paying the remaining 50 percent due until December 31, 2022
- The original loan payments were deferred for six months, following the first distribution. Now, the loan deferral period is until the date on which the amount of forgiveness determined is sent to the lender.
- If a borrower does not apply for forgiveness within 10 months of receiving the loan, they will need to start making payments and will be incurring interest.