



Federal Relief for **Businesses**

Congress has re-funded the Payment Protection Program (PPP) and the Economic Injury Disaster Loan Program (EIDL)

Recently Congress passed the new **PPP and Health Care Enhancement Act**, which provides **\$310 billion to replenish the PPP and EIDL** federal economic relief programs that had previously run out of funding. This new Act will also **support small businesses without a business banking relationship** in place get access to funds by **reserving \$60 billion to be doled out by small banks and community lenders**.

The Small Business Administration (SBA) also issued new guidance on how to calculate the amount your company qualifies for under the PPP and additional rules about certifying the need for the PPP loan. **This new guidance may impact your company's eligibility for the PPP and its ability to receive forgiveness of the PPP loan.**

New Rules on PPP Loan Calculations

The SBA provided detailed rules regarding how to calculate the amount of payroll costs that you can claim when calculating the original amount of your PPP loan. You can find guidance on calculating your loan amount [here](#). The SBA provided this guidance by business type:

- Self Employed with No Employees
- Self Employed with Employees
- Self Employed Farm Operations
- Partnerships
- S Corporations and C Corporations
- Nonprofit Companies
- Nonprofit (Religious, Veterans, Tribal)
- Limited Liability Companies
- Seasonal Employers

Certifying the Necessity of Your PPP Loan

In an effort to curb large businesses from using the PPP fund when it's not financially necessary, the SBA included additional language to the application that businesses must certify before filing. Be aware of this new language that is included in the application: "All borrowers should assess their economic need for a PPP loan...All borrowers should review carefully the required certification in taking into account their current business activities and their ability to access other sources of liquidity to support their ongoing operations in a manner that is not significantly detrimental to the business."

For more information about these new rules, you can read the [SBA's Paycheck Protection Program FAQ document](#).

For more information about the PPP and the EIDL, visit our helpful info sheet [here](#).