



COVID Relief - Small Business Provisions

Paycheck Protection Program (PPP)

- Provides \$284.5 billion dollars to reopen and strengthen the PPP for first time and second time borrowers
- Develops a process for a small business to receive a second PPP if the small business has less than 300 employees and can demonstrate a revenue reduction of 25 percent
- Maximum loan amount for a second draw PPP will be reduced to \$2 million dollars
- Increases the PPP loan amount for NAICS 72 businesses (Accommodations and Food Service)
- Creates a simplified PPP loan forgiveness application for loans under \$150,000 dollars whereby the borrower signs and submits a one-page certification that requires the borrower to list the loan amount, the number of employees retained, and the estimated total amount of the loan spent on payroll costs
- Strengthens lender hold harmless provisions for lending institutions
- Expands list of eligible expenses to include covered operations (software, cloud computing, and other human resources and accounting needs); property damage costs due to public disturbances that occurred during 2020 that are not covered by insurance; covered supplier costs; and covered worker protection expenditures (PPE)
- Makes eligible 501c6s (such as local chambers of commerce), destination marketing organizations (DMOs), housing cooperatives, newspapers, broadcasters, and radio stations
- Repeals the CARES Act provision that requires PPP borrowers to deduct their EIDL Advance from their PPP loan forgiveness amount
- Updates conflict of interest rules and prohibits publicly traded companies from PPP
- Provides a process for borrowers to request an increased loan amount if regulations were updated
- Codifies rules for faith-based organizations and churches to ensure eligibility remains intact
- Creates a farmer and rancher calculation

Economic Injury Disaster Loan (EIDL) Advance Program

- Provides \$20 billion dollars to restart and extend the SBA's EIDL Advance Grant for small businesses in low income communities
- Creates a process for existing EIDL Advance grantees that received less than \$10,000 dollars to reapply for the difference between what they received and the maximum EIDL Advance Grant of \$10,000 dollars
- Increases verification tools at the SBA to ensure accurate information is submitted on a grant application



Grants for Shuttered Venues

- Creates a \$15 billion dollar grant program for eligible venues, theaters, museums, and zoos

Debt Relief

- Provides \$3.5 billion to resume the principal and interest (P&I) payments of new and existing small business loans guaranteed by the SBA under the 7(a), 504, and Microloan programs

7(a), 504, and Microloan Program Enhancements

- Supplies \$2 billion dollars to enhance the SBA's existing government guarantee loan programs, including the 7(a) Loan Program, the 504 Loan Program and the Microloan Program
- Waives borrower and lender fees within the 7(a) and 504 loan programs
- Increases the 7(a) loan guarantee to 90 percent
- Extends the \$1 million dollar loan limit for SBA Express Loans
- Establishes a 504 Express Loan Program
- Enhances the Microloan program in order to provide financial and technical assistance to businesses impacted by the COVID-19 pandemic

PPP tax deductibility is addressed in the tax title of the COVID relief package.