

Paycheck Protection Program:

Disclaimer

This information was taken from the Small Business Administration www.SBA.Gov website. The Commercial Fishing PPP section is guidance from the Alaska Small Business Development Center. If you have questions or concerns people contact the SBA or ASBDC directly.

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Paycheck Protection Program

An SBA loan that helps businesses keep their workforce employed during the Coronavirus (COVID-19) crisis.

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Notice: Paycheck Protection Program has reopened

The Paycheck Protection Program resumed accepting applications July 6, 2020, at 9:00 AM EDT in response to President signing the program's extension legislation. The new deadline to apply for a Paycheck Protection Program loan is August 8, 2020.

Paycheck Protection Program Loan Information

The Paycheck Protection Program is a loan designed to provide a direct incentive for small businesses to keep their workers on the payroll.

SBA will forgive loans if all employee retention criteria are met, and the funds are used for eligible expenses. [Click here](#) to read more about PPP loan forgiveness.

How To Apply

You can apply through any existing SBA 7(a) lender or through any federally insured depository institution, federally insured credit union, and Farm Credit System institution that is participating. Other regulated lenders will be available to make these loans once they are approved and enrolled in the program. You should consult with your local lender as to whether it is participating in the program. [View a list of lenders participating in the Paycheck Protection Program by state.](#)

If you wish to begin preparing your application, you can download a copy of the [PPP borrower application form \(revised June 24, 2020\)](#) to see the information that will be requested from you when you apply with a lender.

Supplemental Materials

- [Frequently Asked Questions for Lenders and Borrowers \(06/25/2020\)](#)
- [How to Calculate Loan Amounts \(06-26-20\)](#)
- [Frequently Asked Questions for Faith-Based Organizations Participating in the Paycheck Protection Program and Economic Injury Disaster Loan Program](#)

Affiliation Rules

- [Paycheck Protection Program Affiliation Rules](#)
- [Interim Final Rule for Applicable Affiliation Rules](#)

Loan Details and Forgiveness

The loan will be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities (due to likely high subscription, at least 60% of the forgiven amount must have been used for payroll).

- PPP loans have an interest rate of 1%.
- Loans issued prior to June 5 have a maturity of 2 years. Loans issued after June 5 have a maturity of 5 years.
- Loan payments will be deferred for six months.
- No collateral or personal guarantees are required.
- Neither the government nor lenders will charge small businesses any fees.

Loan Forgiveness

Forgiveness is based on the employer maintaining or quickly rehiring employees and maintaining salary levels. Forgiveness will be reduced if full-time headcount declines, or if salaries and wages decrease. The loan forgiveness form and instructions include several measures to reduce compliance burdens and simplify the process for borrowers, including:

- Options for borrowers to calculate payroll costs using an “alternative payroll covered period” that aligns with borrowers’ regular payroll cycles
 - Flexibility to include eligible payroll and non-payroll expenses paid or incurred during the 24-week period after receiving their PPP loan
 - Step-by-step instructions on how to perform the calculations required by the CARES Act to confirm eligibility for loan forgiveness
 - Borrower-friendly implementation of statutory exemptions from loan forgiveness reduction based on rehiring by June 30
 - Addition of a new exemption from the loan forgiveness reduction for borrowers who have made a good-faith, written offer to rehire workers that was declined

- [**Click here to download the Paycheck Protection Program Loan Forgiveness Application \(06-16-2020\) \(Spanish version\)**](#)
 - [Click here to download instructions for the Paycheck Protection Program Loan Forgiveness Application \(06-16-2020\)](#)
- [**Click here to download the Paycheck Protection Program EZ Loan Forgiveness Application \(06-16-2020\)**](#)
 - [Click here to download instructions for the Paycheck Protection Program EZ Loan Forgiveness Application](#)

Who Can Apply

The following entities affected by Coronavirus (COVID-19) may be eligible:

- Any small business concern that meets SBA's size standards (either the industry based sized standard or the alternative size standard)
- Sole proprietors, independent contractors, and self-employed persons
- Any business with a NAICS Code that begins with 72 (Accommodations and Food Services) that has more than one physical location and employs less than 500 per location
- Any business, 501(c)(3) non-profit organization, 501(c)(19) veterans organization, or Tribal business concern (sec. 31(b)(2)(C) of the Small Business Act) with the greater of:
 - 500 employees, or
 - That meets the SBA industry size standard if more than 500

Lender Forms and Guidance

Paycheck Protection Program Interim Final Rules

SBA has issued the following Interim Final Rules related to the Paycheck Protection Program:

- [Letter from the Administrator](#)
- [Paycheck Protection Program](#)
- [Affiliation Rules](#)
- [Additional Eligibility Criteria and Requirements for Certain Pledges of Loans for the Paycheck Protection Program](#)
- [Promissory Notes, Authorizations, Affiliation, and Eligibility](#)
- [Seasonal Employers](#)
- [Disbursements](#)
- [Requirements – Corporate Groups and Non-Bank and Non-Insured Depository Institution Lenders](#)
- [Nondiscrimination and Additional Eligibility Criteria](#)
- [Extension of Limited Safe Harbor with Respect to Certification Concerning Need for PPP Loan Request](#)
- [Requirements for Loan Increases for Partnerships or Seasonal Employers](#)
- [Eligibility of Certain Electric Cooperatives](#)
- [Treatment of Entities with Foreign Affiliates](#)

- [Second Extension of Limited Safe Harbor with Respect to Certification Concerning Need for PPP Loan and Lender Reporting](#)
- [Requirements – Loan Forgiveness](#)
- [SBA Loan Review Procedures and Related Borrower and Lender Responsibilities](#)
- [Eligibility of Certain Telephone Cooperatives](#)
- [Interim Final Rule on Revisions to the First PPP Interim Final Rule](#)
- [Additional Revisions to First PPP Interim Final Rule](#)
- [Interim Final Rule on Revisions to the Third and Sixth Interim Final Rules](#)
- [Revisions to Loan Forgiveness Interim Final Rule and SBA Loan Review Procedures Interim Final Rule](#)
- [Additional Eligibility Revisions to First PPP Interim Final Rule](#)
- [Interim Final Rule on Certain Eligible Payroll Costs \(Fishing Boat Owners\)](#)

Additional Guidance for Lenders

Lender Notices

[SBA Procedural Notice on Extension of Authority](#) to Guarantee Paycheck Protection Program Loans.

[SBA Procedural Notice on Participation Sales](#) for Paycheck Protection Program Loans. The purpose of this Notice is to provide guidance to Lenders approved to participate in the Paycheck Protection Program regarding the sale of participating interests in PPP loans.

[SBA Procedural Notice on Whole Loan Sales](#) for Paycheck Protection Program Loans. This notice provides guidance on the procedures for completing whole loan sales of PPP loans between participating lenders.

[SBA Procedural Notice on Lender Processing Fee Payment and 1502 Reporting Process](#) for the Paycheck Protection Program. The purpose of this Notice is to inform PPP Lenders of the reporting process through which PPP Lenders will report on PPP loans and collect the processing fee on fully disbursed loans which they are eligible to receive.

[SBA Procedural Notice on Refinance of EIDL Loans with PPP Loan Proceeds and Lender Remittance of EIDL Refinance Proceeds to SBA](#): The notice informs PPP Lenders regarding how loan proceeds must be used to refinance SBA Economic Injury Disaster Loans (EIDL). The notice also informs PPP Lenders of the procedure for remitting to the SBA any PPP loan proceeds designated for the refinance of an EIDL.

Lender Forms

- [Paycheck Protection Program Loan Forgiveness Application \(revised 06-16-2020\)](#)
 - [Paycheck Protection Program Loan Forgiveness Application Instructions \(revised 06-16-2020\)](#)

- [Paycheck Protection Program EZ Loan Forgiveness Application](#)
 - [Paycheck Protection Program EZ Loan Forgiveness Application Instructions](#)
- [Paycheck Protection Program Lender Application Form \(revised June 12, 2020\)](#)
- [Lender Agreement \(Federally Insured Depository Institutions, Federally Insured Credit Unions, Farm Credit System Institutions\) \(Revised 07-06-2020\)](#)
- [Lender Agreement \(Non-Bank and Non-Insured Depository Institution Lenders\) \(Revised 07-06-2020\)](#)
- [SBA Standard Loan Note \(Form 147\)](#)

SBA and Treasury will consider applications for participation as PPP lenders from community development financial institutions and minority-, women-, veteran-, and military-owned lenders based on factors including those described on SBA Form 3507, including in cases where the lender does not meet all of the requirements listed on that form. Among other criteria, SBA and Treasury will give strong consideration to the types of financial services provided by the lender; the lender’s compliance programs, including related to Bank Secrecy Act; and the number and dollar amount of small business loans originated and serviced by the lender in a 12-month period over the past 36 months.

Lender Submission Information

If you would like to submit loan authorization requests via our the online Paycheck Protection Lender Gateway, [click here](#) and follow the steps below:

1. Create an account on [SBA Connect](#).
2. Request authorization to the Paycheck Protection Lender Gateway by providing your FRS, FDIC, or NCUA number as well as your authorization number.
3. Proceed to the Paycheck Protection Program Lender Gateway to begin submitting loan authorization requests.

Lender Assistance

Lenders who need assistance accessing SBA's E-Tran system may call our Lender Customer Service Line at 1-833-572-0502.

[Additional Program Information](#)

Summary of cumulative Paycheck Protection Program data as of 5:00 PM EDT on July 8, 2020.

Approved Loans	Approved Dollars	Average Loan Size	# of Participating Lenders
4,890,811	\$521,079,861,544	\$106,542	5,460

To download all Paycheck Protection Program data, [click here](#).

Paycheck Protection Program Loans of \$150,000 and above by State

[Click here](#) to download Paycheck Protection Program loan data by state for loans of \$150,000 and above. The data for all 56 states and territories is available in a single CSV file.

Paycheck Protection Program Loans under \$150,000 by State

Click on the state or territory below to download loan data under \$150,000.

Alabama	Guam	Michigan	North Dakota	Utah
Alaska	Hawaii	Minnesota	Northern Mariana Islands	Vermont
American Samoa	Idaho	Mississippi	Ohio	Virginia
Arizona	Illinois	Missouri	Oklahoma	U.S. Virgin Islands
Arkansas	Indiana	Montana	Oregon	Washington
California	Iowa	Nebraska	Pennsylvania	West Virginia
Colorado	Kansas	Nevada	Puerto Rico	Wisconsin
Connecticut	Kentucky	New Hampshire	Rhode Island	Wyoming
Delaware	Louisiana	New Jersey	South Carolina	
District of Columbia	Maine	New Mexico	South Dakota	
Florida	Maryland	New York	Tennessee	
Georgia	Massachusetts	North Carolina	Texas	Other

Paycheck Protection Program Reports

Latest report: [Paycheck Protection Program approved lending through June 30, 2020.](#)

Previous reports:

Total through 6-27	Total through 6-12	Total through 5-30	Total through 5-16	Round Two 4-27 to 5-01
Total through 6-20	Total through 6-06	Total through 5-23	Round Two 4-27 to 5-08	Round One through 4-16

Other Assistance

[Enhanced Debt Relief](#) is also available in SBA's other business loan programs to help small businesses overcome the challenges created by this health crisis.

For information on traditional SBA lending options, please [click here](#).

SBA provides local assistance via 68 district offices and a nationwide network of resource partners. To find resources near you, please [click here](#).

Commercial Fishing PPP

FYI - Changes to the PPP program now allows fishing businesses to use 1099s to determine salaries. Please see the language below, which was pulled directly from the US Treasury website. This is good news for fishermen in Alaska.

***Also, the Alaska Dept of Fish & Game/NOAA are supposed to roll out fishing disaster relief after the fishing season is over this fall.*

PPP Info straight from the US Treasury website (see links after each paragraph):

1. Calculation of Payroll Costs of Certain Fishing Boat Owners:

Question: May fishing boat owners include payroll costs in their PPP loan applications that are attributable to crewmembers described in Section 3121(b)(20) of the Internal Revenue Code?

Answer: Yes. The Administrator, in consultation with the Secretary, has determined that the relationship of a crewmember described in Section 3121(b)(20) of the Internal Revenue Code (Code) and a fishing boat owner or operator (fishing boat owner) is analogous to a joint venture or partnership for purposes of the PPP. [As a result, a fishing boat owner may include compensation reported on Box 5 of IRS Form 1099-MISC and paid to a crewmember](#) described in Section 3121(b)(20) of the Code, up to \$100,000 annualized, as a payroll cost in its PPP loan application. The Administrator, in consultation with the Secretary, has determined that this treatment is appropriate to effectuate the purposes of the CARES Act to provide assistance to eligible PPP borrowers, including business concerns that operate as partnerships, affected by the COVID-19 emergency. <https://home.treasury.gov/system/files/136/PPP--IFR--Certain-Eligible-Payroll-Costs.pdf>

SEASONAL BUSINESSES (changes to Note: 24 weeks to spend PPP vs. previous 8 weeks):

Question: What time period should borrowers use to determine their number of employees and payroll costs to calculate their maximum loan amounts?

Answer: In general, borrowers can calculate their aggregate payroll costs using data either from the previous 12 months or from calendar year 2019. [For seasonal businesses](#), the applicant may use average monthly payroll for the period between February 15, 2019, or March 1, 2019, and June 30, 2019. An applicant that was not in business from February 15, 2019 to June 30, 2019 may use the average monthly payroll costs for the period January 1, 2020 through February 29, 2020. Borrowers may use their average employment over the same time periods to determine their number of employees, for the purposes of applying an employee-based size standard.

Alternatively, borrowers may elect to use SBA's usual calculation: the average number of employees per pay period in the 12 completed calendar months prior to the date of the loan application (or the average number of employees for each of the pay periods that the business has been operational, if it has not been operational for 12 months). <https://home.treasury.gov/system/files/136/Paycheck-Protection-Program-Frequently-Asked-Questions.pdf>

Contact Information for ASBDC:

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