



CHAMBER of COMMERCE
EASTERN CONNECTICUT

Applications for Federal Funds Open Today

Paycheck Protection Program (PPP) offers forgivable loans for small businesses

Paycheck Protection Program (PPP) Policy Update from SBA

The U.S. Small Business Administration, in consultation with the Treasury Department, announced on January 8, that the Paycheck Protection Program (PPP) will re-open the week of January 11 for new borrowers and certain existing PPP borrowers. To promote access to capital, initially only community financial institutions will be able to make First Draw PPP Loans on Monday, January 11, and Second Draw PPP Loans on Wednesday, January 13. The PPP will open to all participating lenders shortly thereafter. Updated PPP guidance outlining Program changes to enhance its effectiveness and accessibility was released on January 6 in accordance with the Economic Aid to Hard-Hit Small Businesses, Non-Profits, and Venues Act.

This round of the PPP continues to prioritize millions of Americans employed by small businesses by authorizing up to \$284 billion toward job retention and certain other expenses through March 31, 2021, and by allowing certain existing PPP borrowers to apply for a Second Draw PPP Loan.

Key PPP updates include:

- PPP borrowers can set their PPP loan's covered period to be any length between 8 and 24 weeks to best meet their business needs;
- PPP loans will cover additional expenses, including operations expenditures, property damage costs, supplier costs, and worker protection expenditures;
- The Program's eligibility is expanded to include 501(c)(6)s, housing cooperatives, destination marketing organizations, among other types of organizations;
- The PPP provides greater flexibility for seasonal employees;
- Certain existing PPP borrowers can request to modify their First Draw PPP Loan amount; and
- Certain existing PPP borrowers are now eligible to apply for a Second Draw PPP Loan.
- A borrower is generally eligible for a Second Draw PPP Loan if the borrower:
 - Previously received a First Draw PPP Loan and will or has used the full amount only for authorized uses;
 - Has no more than 300 employees; and
 - Can demonstrate at least a 25% reduction in gross receipts between comparable quarters in 2019 and 2020.

Paycheck Protection Program (PPP) Policy Update – Friday, January 8, 2021

SBA, in consultation with the Treasury Department, has recently released additional PPP forms and guidance:

Guidance & Resources

- [Top-Line Overview of First Draw PPP Loans](#)(Released 1/8/21)
- [Top-Line Overview of Second Draw PPP Loans](#)(Released 1/8/21)
- [Accessing Capital for Minority Underserved, Veteran and Women-Owned Business Concerns Guidance](#)(Released 1/6/21)
- [Interim Final Rule #1 – PPP as Amended by Economic Aid Act](#)(Released 1/6/21)
- [Interim Final Rule #2 – PPP Second Draw Loans](#)(Released 1/6/21)
- [Procedural Notice – Modifications to SBA Forms 3506, 3507 and 750 CA \(PPP only\)](#) (Released 1/8/21)
- [Procedural Notice - SBA Procedural Notice on Repeal of EIDL Advance Deduction Requirement](#)(Released 1/8/21)

Updated First Draw Forms

- [Form 2483 – First Draw Borrower Application](#)(Updated 1/8/21)
- [Form 2484 – First Draw Lender Guaranty Application](#)(Updated 1/8/21)

Second Draw Forms

- [Form 2483-SD – Second Draw Borrower Application](#)(Released 1/8/21)
- [Form 2484-SD – Second Draw Lender Guaranty Application](#)(Released 1/8/21)

For more information and updates, visit [SBA.gov/PPP](https://www.sba.gov/PPP) or [Treasury.gov/CARES](https://www.treasury.gov/CARES)

PPP Guidance



Webinar: Lt. Governor Susan Bysiewicz, CT DECD and SBA on Business Relief Tomorrow, January 12 | 9-10 a.m.

CT Lt. Governor Susan Bysiewicz, CT Department of Economic and Community Development (DECD) Commissioner Glendowlyn Thames, and U.S Small Business Association District Director Catherine Marx will hold a discussion to update employers and employees about relief programs for businesses impacted by the COVID-19 pandemic. The discussion will have a specific focus on supporting small businesses, followed by Q&A.

[Register here.](#)

Find information on more webinars from the Chamber, CT Small Business Development Center, SCORE, and other partners on [ChamberECT.com/events](https://www.chamberect.com/events).

The [SBA PPP Lender List](#) (6/25/20) includes Chamber Regional Benefactors and members. Visit our business directory for local [Banks and Credit Unions](#).

Visit ChamberECT.com for COVID Updates, Reopening Resources, Webinars, and Informational Blogs



Chamber of Commerce of Eastern CT | 914 Hartford Turnpike, Waterford, CT 06385

[Unsubscribe kevin.lyden@salemct.gov](mailto:kevin.lyden@salemct.gov)

[Update Profile](#) | [About our service provider](#)

Sent by communications@chamberect.com powered by



Try email marketing for free today!