



## SBA Announces New Round of PPP Loans for Small Business

U.S Small Business Administration recently announced a new round of PPP Loans are available to Small Businesses.

### First-Draw Loans

The U.S. Small Business Administration (SBA) has re-opened the application portal for small businesses to apply for first-draw PPP loans to help cover employee payroll, mortgage and rent, utility expenses, and more.

Small businesses that did not receive a PPP loan prior to August 8, 2020, and employ 500 people or less, are eligible to apply for first-draw loans through March 31, 2021.

### Second-Draw Loans

Small businesses may also apply for second-draw PPP loans. Entities that previously received a first-draw loan are eligible for a second-draw loan through March 31, 2021 based on the following criteria:

- The business has used the full amount of a first-draw loan for authorized uses, including payroll costs, mortgage and rent, utility expenses, and more
- The business employs 300 people or less
- The business experienced a 25% reduction in gross receipts in any given quarter during 2020, compared to the same quarter in 2019
- The business has not permanently closed

### How to Apply

The PPP application portal is currently open for small businesses to apply through lenders with less than \$1 billion in assets or through Community Financial Institutions, which include Community Development Financial Institutions (CDFIs), Minority Depository Institutions (MDIs), Certified Development Companies (CDCs) and Microloan Intermediaries.

On Tuesday, January 19, the portal will open for eligible small businesses to apply for PPP loans through all participating lenders, including any federally insured depository institution, federally insured credit union, and Farm Credit System institution. Be sure to contact your local lender to confirm if they are participating.

Visit the SBA website for more information and to download the first-draw and second-draw loan applications. <https://www.sba.gov/funding-programs/loans/coronavirus-relief-options/paycheck-protection-program>