

Fast Facts About the Reopening of the PAYCHECK PROTECTION PROGRAM

Apply by
May 31, 2021

The PPP is intended to primarily cover payroll costs for employees. These are forgivable loans to small businesses to retain workers, maintain payroll, and cover other obligations.

Key Updates

- Borrowers can set their loan covered period to any length between 8-24 weeks.
- Loans will cover additional expenses: operations expenditures, property damage costs, supplier costs, and worker protection expenditures.
- The program's eligibility has expanded to include 501(c)(6)s, housing cooperatives, direct marketing organizations, and others.
- The PPP loan provides greater flexibility for seasonal employees.
- Certain existing PPP borrowers can request to modify their First Draw PPP loan amount, and are now eligible to apply for a Second Draw PPP loan.
- The deadline to apply: **May 31, 2021**.

Source: [SBA.gov/PPP](https://www.sba.gov/ppp)

Eligibility

First Draw Borrowers

- Sole proprietors, independent contractors, and self-employed persons
- Any small business concern that meets SBA's size standards (either the industry size standard or the alternative size standard)
- 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 meets the SBA industry size standard if more than 500
- 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

Second Draw Borrowers

- 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

Forgiveness

First Draw & Second Draw Borrowers

First Draw and Second Draw PPP loans made to eligible borrowers qualify for full loan forgiveness if during the 8- to 24-week covered period following loan disbursement:

- Employee and compensation levels are maintained
- The loan proceeds are spent on payroll costs and other eligible expenses; and
- At least 60% of the proceeds are spent on payroll costs

Questions & More Information? Visit www.FloridaSBDC.org/PPP

State Designated as Florida's Principal Provider of Business Assistance [§ 288.001, Fla. Stat.]

A statewide partnership program nationally accredited by the Association of America's SBDCs and funded in part by the U.S. Small Business Administration, Defense Logistics Agency, State of Florida, and other private and public partners, with the University of West Florida serving as the network's headquarters. Florida SBDC services are extended to the public on a nondiscriminatory basis. Language assistance services are available for individuals with limited English proficiency.

