



Earlier this week, additional FAQs were released regarding PPP Loan Forgiveness as it relates to EIDL advances. The FAQs discuss:

1. If a borrower received an EIDL advance, the SBA will deduct the amount of the EIDL advance from the forgiveness amount remitted by the SBA to the bank.
2. If a PPP loan is not fully forgiven, any remaining balance due on the PPP loan must be repaid by the borrower. The bank must notify the borrower of the loan forgiveness amount received from the SBA and the date the borrower's first loan payment is due.
3. A borrower that received an EIDL advance in excess of the amount of their PPP loan will not receive forgiveness on the PPP loan (the amount of an EIDL advance is deducted from the PPP loan forgiveness amount).

The SBA also released two new FAQs clarifying:

1. Fees paid to an agent or other third party are immaterial to SBA's guarantee of the PPP Loan.
2. Vision and dental benefits do not count toward the cash compensation cap of \$100,000 for PPP payroll costs.

An interim final rule describing procedures for a PPP borrower to appeal certain SBA loan review decisions to the agency's Office of Hearings and Appeals was released along with the above FAQs.

You can access the full list of PPP Forgiveness FAQs here:

https://www.sba.gov/sites/default/files/2020-08/PPP%20--%20Loan%20Forgiveness%20FAQs%20%28August%2011%2C%202020%29.pdf?utm_campaign=NEWSBYTES-20200812&utm_medium=email&utm_source=Eloqua

You can access the main PPP FAQs here:

https://www.sba.gov/sites/default/files/2020-08/Final%20PPP%20FAQs%20%28August%2011%2C%202020%29_0.pdf?utm_campaign=NEWSBYTES-20200812&utm_medium=email&utm_source=Eloqua

You can access the interim final rule here:

https://www.sba.gov/sites/default/files/2020-08/PPP%20--%20IFR%20--%20Appeals%20of%20SBA%20Loan%20Review%20Decisions%20Under%20the%20PPP.pdf?utm_campaign=NEWSBYTES-20200812&utm_medium=email&utm_source=Eloqua

