



Friday, the PPP Flexibility Bill was signed into law, providing greater flexibility for Paycheck Protection Program borrowers.

Key changes to the Paycheck Protection Program include:

1. The maturity period for unforgiven PPP loans made after the date of enactment is extended to five years.
2. The forgiveness period for all PPP loans is extended from 8 weeks to 24 weeks from the date of origination (optional).
3. The minimum amount that businesses must devote to maintaining payroll is decreased from 75% to 60%.
4. The deadline to re-hire employees for an exemption to the forgiveness limitation is extended from June 30, 2020 to December 31, 2020.
5. The addition of exemptions for re-hiring employees based on a reduction in the level of business activity due to COVID-19.
6. The payment deferral period is extended until loan forgiveness is granted, or a loan forgiveness application is not filed in a timely manner.