



Earlier today, the Small Business Administration and the Treasury Department announced the Paycheck Protection Program (PPP) will re-open on Monday, Jan. 11th for new PPP borrowers and certain existing borrowers.

The PPP will exclusively open to community financial institutions on Monday, Jan. 11th, allowing First Draw PPP Loans and Second Draw PPP Loans beginning on Wednesday, Jan. 13th. The PPP will open to all participating lenders shortly after.

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, direct 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
- 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.

You can access the newly released guidance here:

- **[PPP Guidance from SBA Administrator Carranza on Accessing Capital for Minority, Underserved, Veteran, and Women-owned Business Concerns](#)**
- **[Interim Final Rule on Paycheck Protection Program as Amended by Economic Aid Act](#)**
- **[Interim Final Rule on Second Draw PPP Loans](#)**