PAYCHECK PROTECTION PROGRAM UPDATES

July 4, 2020

With the numerous updates to the PPP, we want to make sure you all have the latest information available in one place. You can click here for more information from the SBA.

- The PPP application window has been extended through August 8.

- Boat owners and fishing businesses can include pay to crew reported as fishing boat proceeds on 1099s as eligible payroll costs.

- If a crew member has already received their own 1099 contractor PPP loan, they are not eligible to be included in a new PPP loan.**

- You may be able to amend a previously approved loan to include crew pay if the lender's SBA Form 1502 has not been submitted.

- You now have 24 weeks to spend loan funds (increased from 8 weeks).

- You may now spend up to 40% of your loan amount on non-payroll costs including rent and utilities (increased from 25%).

- You have 5 years to pay back the loan (increased from 2 years).

** The SBA noted the following: "Due to the increased risk of duplicate payroll costs, PPP loans to fishing boat owners are more likely to be subject to an SBA loan review."

Please note: This does not represent legal or financial advice. Please consult with your own lender, attorney, or accountant to confirm your eligibility and discuss the details of your particular situation.