



## SBA Issues Funding Rules for the Next Round of PPP

The Small Business Administration issued guidance documents late Wednesday governing the next round of Paycheck Protection Program funding that was authorized by the Economic Aid Act which was supported by the ICBA and CBAI and enacted prior to year-end.

These documents include:

- An **interim final rule** on the PPP as amended by the Economic Aid Act.
- An **interim final rule** on second-draw PPP loans.
- **Guidance** on accessing capital for minority-, underserved-, veteran- and women-owned businesses.

The new round of PPP funding received \$285 billion in funding. The guidance rules cover registration, loan underwriting, fees, electronic submissions, agent fees, and more. They note that the second-draw PPP loans are generally guaranteed by the SBA under the same terms as first-draw loans, though borrowers are generally required to have 300 or fewer employees and a revenue reduction from 2019 to 2020. In addition, the guidance sets aside funds for lending by community financial institutions, first-draw PPP borrowers, and the smallest businesses. Also, it says the SBA will accept PPP loan applications only from community financial institutions (i.e., those with \$1 billion or less in assets) for at least the first two days after the PPP loan portal reopens.

Additional information from the agencies is available on the SBA and Treasury PPP pages and in ICBA's summary of the stimulus package's community banking provisions. CBAI will add additional information to our resource center as it becomes available.

[ICBA's Summary »](#)

[SBA Website »](#)

[Treasury Website »](#)

[CBAI's Resource Center »](#)

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