



**FirstNationalBank**

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## **PAYCHECK PROTECTION PROGRAM LOAN FORGIVENESS UPDATES**

The FNB Business Banking team is excited to share some new updates on forgiveness of Paycheck Protection Program (PPP) Loans. We thank you for your continued patience as we've navigated the changing guidance over the past few weeks. We're looking forward to continuing to be your trusted partner and a resource throughout the forgiveness phase.

This morning, following the passage of the PPP Flexibility Act on June 5, the SBA and U.S. Treasury released an updated [PPP loan forgiveness application](#), along with a detailed [instruction sheet](#).

In addition to revising the forgiveness application, the SBA also published an [EZ version of the forgiveness application](#) and an [instruction sheet](#). The EZ application applies to borrowers who:

- Are self-employed and have no employees; OR
- Did not reduce the salaries or wages of their employees by more than 25% and did not reduce the number or hours of their employees; OR
- Experienced reductions in business activity as a result of health directives related to COVID-19 and did not reduce the salaries or wages of their employees by more than 25%

If your loan was received before June 5, 2020, both of the aforementioned applications give the borrowers the option to use the original 8-week Covered Period or the extended 24-week Covered Period. If you received your loan on or after June 5, you are required to use the 24-week Covered Period. Please review the two applications to determine which may pertain to your business, and review the list of the required documentation that is detailed on the respective instruction sheet.

We continue to diligently plan and stay in front of the changes, and will communicate them to you when we receive additional guidance from the SBA. As we plan for processing forgiveness applications, we do not anticipate opening our website **prior to July 1** for borrowers who elect to use the 8-week Covered Period. This is due the fact that a June 30, Quarter-End tax document(s) is one piece of required documentation for forgiveness. Waiting to open our application process until borrowers can compile all required documentation for a complete application will help us more efficiently process forgiveness applications.

We hope that the PPP funds are making a difference for you and your business, and we will continue to be your trusted partner throughout this journey. Thank you again, and please look for further communication from us as forgiveness details continue to be finalized.

