

The SBA issued revisions to the Payroll Protection Program which starts today:

The key points

The PPP loan interest rate **has been increased to 1%**. Loan term remains at 2 years.

For employers - **Independent contractors (1099) do NOT count toward the loan calculation and are not eligible for loan forgiveness.** Independent contractors can apply for their own PPP. We have been waiting for clarification on this.

75% of the loan must be used for payroll costs. The loan can be used to pay rent, utilities, and interest on mortgages but can not be greater than 25% of the loan amount.

The PPP is first come first served. The program has been funded at \$349 Billion.

If you received an EIDL loan between January 31 and April 3 please reach out to me. There are special rules for these loans and PPP.

All FDIC banks and credit unions have been authorized to provide these loans as well as financial institutions that currently provide business loans.

You can only received one PPP loan between February 15 and December 31, 2020

Each bank will be providing the application process specific to them. Please check with your local bank or financial institution to see what their process is and when they will begin providing these loans.

Check out the [EDGe Paycheck Protection Program summary](#) for more details.

If you need to talk through specific options for your business, Molly, Paula, and I are here to help. [Schedule a 30 minute consultation via Zoom where we will discuss your specific business situation for only \\$49.](#)

If you have any questions, feel free to reach out to any of us. And keep checking our emails, [blog](#), and [social media](#) for updates.

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