



H.R. 8265, sponsored by Ranking Member Steve Chabot (R-OH)

First and second time Paycheck Protection Program (PPP) applicants

- The remaining PPP funds of \$135 billion are reprogrammed and available through Dec. 31, 2020
 - No new funding is included in this bill
- To receive a second PPP loan, a business must have no more than 300 employees and demonstrate at least a 25% reduction in gross revenues
 - Gross revenues will be determined by the selection of the business of either the first quarter or second quarter of 2020 as compared to the same quarter in 2019
- Maximum loan will be reduced to \$2 million
- A business cannot exceed \$10 million on their first and second PPP loan

Expands PPP eligibility to include:

- Certain 501(c)(6) organizations with 300 or fewer employees
 - Excluding: professional sports, political campaigns, and lobbying expenses
- Nonprofit organizations that provide assistance to individuals with developmental disabilities

The 60/40 requirement remains, but eligible expenses will now also include:

- **Covered operations expenditures:** Payment for any software, cloud computing, and other human resources and accounting needs
- **Property damage costs:** Costs related to property damage due to public disturbances that occurred during 2020 that are not covered by insurance
- **Covered supplier costs:** Expenditures to a supplier pursuant to a contract for goods in effect prior to February 15, 2020, that are essential to the recipient's current operations
- **Personal Protective Equipment (PPE)**

Allots:

- \$25 billion in set-aside for entities with 10 or fewer employees
- \$10 billion in set-aside for loans made by community lenders

Expanded Safe harbor for lenders



Simplified forgiveness process

- **Loans under \$150,000:** Borrowers must attest to a good faith effort to comply with PPP loan requirements, keep all records relevant from attestation for 3 years, and may complete and submit demographic information. The SBA may review and audit these loans to ensure against fraud
- **Loans between \$150,000 and \$2 million:** Borrowers must complete the certification, retain schedules, worksheets, and supporting documents for 3 years, and may complete and submit demographic information. Lenders review application and then submit to the SBA. The SBA may review and audit these loans for fraud

Allows businesses to modify loan amount if the business received a loan prior to guidance allowing a larger amount

- This will primarily impact seasonal workers

Clarifies

- Farmers and ranchers PPP calculation
- Bankruptcy clause

Requires

- The disclosure of a PPP loan when obtained by President, Vice President, Executive Department head, or a Member of Congress as well as their spouse, child, son-in-law, or daughter-in-law
- The SBA/Treasury produce guidance on how to reach underserved communities
- The SBA to work with the GAO and the Inspector General's office on oversight