

Consolidated Appropriations Act, 2021

Key highlights:

Reopens and expands Paycheck Protection Program:

- PPP Loans
- PPP Second Draw Loans up to \$2 million – eligibility requirements include: Businesses with not more than 300 employees and reduction in gross receipts of 25% or more in any quarter in 2020, relative to the same quarter in 2019.
- Makes the following expenses allowable, and forgivable, uses for Paycheck Protection Program funds: Covered operations expenditures; Covered property damage costs; Covered supplier costs; Covered worker protection expenditure.
- Simplified loan forgiveness for borrowers with PPP loans up to \$150,000

Additional program highlights:

- Subsidy payments for certain loan payments under SBA 7(a) and 504
- Targeted EIDL Advance Program
- Repeal of section 1110(e)(6) of the CARES Act, which requires PPP borrowers to deduct the amount of their EIDL advance from their PPP forgiveness amount. SBA will issue rules that ensure borrowers are made whole if they received forgiveness and their EIDL was deducted from that amount.