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Hi All,

Last night the SBA and the Department of Treasury put out some new information on the Paycheck Protection Program (“PPP”).

- Please find new [REVISED APPLICATION](#) attached. Very similar to the previous version. The following are some of the changes:
 - More described qualification in the top left corner. Now specifically mentions 501C(3) non-profit
 - Question section – modified slightly (changed business to applicant) added question on whether applicant is listed in SBA’s franchise directory
 - Certification and Authorizations section – added three additional, none of which should present an issue
 - E-signatures and E-consents will be accepts which we suspect will lead majority of lenders to accept only online applications
 - Applications can be accepted starting today, April 3rd (allowed to accept today but dependent upon if your bank is ready to accept)
- Updates to the program
 - Interest rate is **1.0%** (previously guidance was 0.50%). Final maturity is unchanged and will be two years.
 - PPP will be “first come, first served”
 - Important to file as quickly as possible
 - Treasury secretary has publically announced if demand greater than \$349 billion supply he will ask Congress for additional funds
 - Loan forgiveness
 - The amount of loan forgiveness can be up to the full principal amount **AND any accrued interest**
 - Confirmed that only 25% of forgiveness can come from non-payroll related cost (interest on debt, rent, utilities)
 - What do lenders have to do in terms of loan underwriting?
 - All loans will be processed by lenders and lender will be permitted to rely on certifications of borrower (lender, not SBA, makes loan decision)
 - Confirm receipt of application and borrower certifications
 - Confirm information demonstrating borrower had employees on February 15, 2020
 - Confirm dollar amount of average monthly payroll for **preceding calendar year** (2019) by reviewing payroll documentation
 - Lenders may provide funds as early as **SAME DAY** application is submitted
 - Will be up to lender to determine when they transfer funds

Please call if we can help and if you have any questions. Good Luck!!!!

THOMAS MEYERS

Senior Managing Director
ZIEGLER INVESTMENT BANKING
SENIOR LIVING

One North Wacker Drive, Suite 2000 | Chicago, IL 60606

Phone: 312 596 1537 | Cell: 312 623 9589

Email: tmeyers@ziegler.com



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