

Covid-19 Stimulus Programs - Weekly Update

March 29, 2021

An Additional Two Months to Apply for a First and Second-Draw PPP Loans

On Thursday, the Senate passed the PPP Extension Act of 2021 extending the deadline for Paycheck Protection Program applications from March 31, 2021 to May 31, 2021. Despite the extended deadline, it is likely that individual banks will implement earlier cut-off dates due to Memorial Day (May 31) ... so check with your lender.

We are checking with numerous financial institutions to learn: (i) who will continue processing PPP applications; and (ii) their expected cut-off dates. We will let you know what we learn.

More time to apply for a Second-Draw PPP Loan

If you recently received a First-Draw PPP loan, you might have time to apply for a Second-Draw loan too. If you are sure that the full amount of your First-Draw loan will be used exclusively for eligible expenses, you can apply for a Second-Draw loan. However, before applying for a Second-Draw loan, confirm you are not using the same eligible expenses for both your First and Second-Draw loans... no “double-dipping”.

THIS UPDATE IS NOT INTENDED TO PROVIDE LEGAL OR TAX ADVICE.

PLEASE CONTACT YOUR LEGAL OR TAX ADVISOR REGARDING HOW THE CONSOLIDATED APPROPRIATIONS ACT AND AMERICAN RECOVERY PLAN ACT IMPACT YOUR ORGANIZATION.