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Group Benefits

Cares Act: Paycheck Protection Program **(Loan Forgiveness)**

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The Paycheck Protection Program ("PPP") authorizes up to \$349 billion in forgivable loans to small businesses to pay their employees during the COVID-19 crisis. The loan amounts will be forgiven in its entirety as long as:

- (i) the loan proceeds are used to cover payroll costs, most mortgage interest, rent, and utility costs over the eight-week period after the loan is made;
- (ii) employee headcount is maintained;
- (iii) compensation levels for employees earning less than \$100,000 per year are maintained; and
- (iv) not more than 25% of the forgiveness amount is used for non-payroll costs.

To the extent that any of these factors are not satisfied fully (or a business does not use the full amount of the PPP loan in the eight-week period after the loan is made), a portion of the loan will not be forgiven and must be repaid.

Read the rest of the article:

[3 Steps \(and a Calculator\) to Help Determine Forgiveness for Your PPP Loan](#)

Law and Accounting Firm Articles

[PPP Loan Forgiveness: Further Guidance on the Math](#)

[PPP Forgivable Loan Program: How to Do the Math](#)

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[Determining Loan Availability and Forgiveness Under the Paycheck Protection Program](#)

Gordon Rees | Apr 2020

[Paycheck Protection Program \(PPP\) Loan Forgiveness Explained](#)

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[SBA Issues Frequently Asked Questions on Paycheck Protection Program](#)

Cozen | Apr 2020

[Analysis of Forgiveness Under the Paycheck Protection Program](#)

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News Articles

[Five Things Every Paycheck Protection Program Borrower Should Do After Receiving A Loan](#)

Forbes | Apr 2020

[How to get your Paycheck Protection Program loan forgiven](#)

Intuit | Apr 2020

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