

Information represents a high-level comparison of the two programs. Borrowers are encouraged to review the Interim Final Rules released by the SBA on 1/6/2021 for complete information.

Requirements	PPP 1st Draw Loans	PPP 2nd Draw Loans
General Requirements	Employ no more than 500 employees Meet the SBA size standard for the industry in which which the business operates or the SBA alternative size standard.	Employ no more than 300 employees Have used full amount of PPP 1 st Draw prior to disbursement. Demonstrate 25% reduction in gross receipts in any quarter of 2020 versus 2019 (via tax returns).
Application Form	SBA 2483 SBA 2483-C (for Schedule C applicants)	SBA 2483-SD SBA 2483-SD-C (for Schedule C applicants)
Revenue Loss Proof	Not applicable	For loans \$150,000 and less, certification at application, provide supporting documentation at forgiveness application (comparable tax returns). For loans >\$150,000, provide comparable tax returns or quarterly financial statements.
Other Documentation	Documents to support the loan amount and proof business was active on 2-15-2020 (see IFR released 1-6-2021 for details).	Documents to support the loan amount and proof business was active on 2-15-2020 (see IFR released 1-6-2021 for details). If using same lender, borrower does not resubmit information already on file from the PPP 1 st Draw Loan.
Eligibility	Businesses, certain non-profits, veterans' orgaizations, tribal businesses, self-employed individuals, sole proprietors, and independent contractors. Religious organizations and ag related businesses are also eligible (IFR released 1-6-2021 details eligibility more specifically).	Businesses, certain non-profits, housing cooperatives, veterans' organizations, tribal businesses, self-employed individuals, sole proprietors, independent contractors, and small ag cooperatives. Religious organizations are also eligible (IFR released 1-6-2021 details eligibility more specifically).
Ineligibles	Any businesses not included above including businesses on the existing SBA list of ineligible (IFR released 1-6-2021 details eligibility more specifically).	Lobbying organizations, think tanks, affiliated with People's Republic of China, entities who received a grant under the Shuttered Venue Operator Grant program. Companies not in operation on 2-15-2020 are not eligible (other eligibility criteria on first draw loans also apply).
Franchises	Must be listed on SBA franchise registry	Must be listed on SBA franchise registry
Maximum Loan Amount NAICS Code 72	2.5X average monthly payroll 2.5X average monthly payroll \$10 million is maximum loan amount	2.5X average monthly payroll 3.5X average monthly payroll \$2 million is the maximum loan amount
How to Calculate Loan Amount Seasonal	Refer to IFR released 1-6-2021 for details or refer to application instructions	Refer to IFR released 1-6-2021 for details or refer to application instructions
Multiple Locations	Certain industries can apply maximum employee count to individual locations.	Certain industries can apply maximum employee count to individual locations.
Affiliation Rules	SBA affiliation rules generally apply (with certain exceptions).	SBA affiliation rules generally apply (with certain exceptions).
Fees	None for lender or borrower Cannot charge borrower a packaging fee	None for lender or borrower Cannot charge borrower a packaging fee
SBA Guaranty	100%	100%
Term	5 years (early PPP had 2 years until 6-5-2020)	5 years
Rate	1%	1%
Collateral	None	None
Personal Guaranty	None	None
Payments	Deferred until 10 months after the borrower's selected covered period ends.	Deferred until 10 months after the borrower's selected covered period ends.
Demographic Information	Optional on application	Optional on application
Availability	Ends on 5-31-21	Ends on 5-31-21
Loan Forgiveness	Spend at least 60% of PPP funds on payroll costs	Spend at least 60% of PPP funds on payroll costs
Eligible Costs	Payroll costs, covered mortgage, rent and utility payments, covered operations expenses, covered property damage costs, covered supplier costs and covered worker protection expenses incurred during the covered period. (IFR released 1-6-2021 goes into additional detail)	Payroll costs, covered mortgage, rent and utility payments, covered operations expenses, covered property damage costs, covered supplier costs and covered worker protection expenses incurred during the covered period. (IFR released 1-6-2021 goes into additional detail)
Covered period	Borrower may select any covered period between 8 and 24 weeks after origination.	Borrower may select any covered period between 8 and 24 weeks after origination.
Forgiveness Applications: \$150,000 and less \$150,001 and above	3508S 3508EZ or 3508 long form	3508S 3508EZ or 3508 long form
EIDL Advances	Requirement to deduct repealed Any loans already forgiven with a reduction will be paid to the bank with interest by the SBA.	Requirement to deduct repealed
Other	Not applicable	Forgiveness of first draw loan is not required to receive second draw loan.