



December 16, 2020

### PPP Loan Forgiveness for Loans of \$50,000 or Less

There is good news for borrowers of PPP funds that received a loan of \$50,000 or less, including a new simplified application to make it easier for forgiveness. Based on the new interim final rule (IFR), borrowers of \$50,000 or less are exempted from any reductions in forgiveness such as:

- Reductions in full-time-equivalent (FTE) employees; and
- Reductions in employee salary or wages.

The [SBA Form 3508S](#), which is known as the simplified forgiveness application, utilizes a checkbox list of questions to verify forgiveness. This application is open to self-employed individuals who do not have employees on payroll and streamlines the forgiveness process by not requiring the calculation of complicated FTE or salary reduction. These borrowers will still be responsible to make certifications and provide documentation to the lender for payroll and nonpayroll costs.

More information regarding COVID-19 for businesses and individuals can be found [here](#). If you have further questions or need additional guidance, please leave a message at (616) 575-3482 or email [info@ehtc.com](mailto:info@ehtc.com). Thank you for choosing EHTC as your strategic partner.