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SIMPLY GOOD LAW, LLC

Small businesses are looking to the SBA for clarity and guidance on how two requirements of the PPP loan work in conjunction to each other.

One requirement for the PPP loan forgiveness is that businesses use within eight weeks all of the funds received from the date starting when the funds are disbursed. Another requirement is that the businesses must rehire all employees by June 30, 2020. If a business receives their loan today, eight weeks from today is after June 30, 2020. This leaves little time for businesses that are receiving funding in the program's second \$310 billion round to reach maximum loan forgiveness.

It's unclear whether an eight week period that starts in the middle of May can run past the June 30 deadline for rehiring workers.

Counsel and those businesses who receive their loan today and in the days ahead are looking for guidelines that will assist them in determining how to rectify and comply with these two requirements of forgiveness.

For More covid-19 information or legal counsel, contact jennie@simplygoodlaw.com.