

Servion Solution

Payment Protection Program



IN TERMS OF MONEY

WE HAVE NO MONEY.



PPP Updates

- As of 10 a.m. on April 16, all \$349 billion allocated to the Paycheck Protection Program was exhausted.
- No significant changes to the PPP
- No guidance for when you will get paid 5%
- No Guidance for when you will get reimbursed

Step 1: Application

The following entities affected by COVID-19 may be eligible:

- Any small business concern that meets SBA's size standards (either the industry based sized standard or the alternative size standard)
- Any business, 501(c)(3) non-profit organization, 501(c)(19) veterans organization, or Tribal business concern (sec. 31(b)(2)(C) of the Small Business Act) with the greater of:
 - 500 employees
 - That meets the SBA industry size standard if more than 500
- Any business with a NAICS Code that begins with 72 (Accommodations and Food Services) that has more than one physical location and employs less than 500 per location
- Sole proprietors, independent contractors, and self-employed persons

Faith Based Entities

<https://www.sba.gov/document/support--faq-regarding-participation-faith-based-organizations-ppp-eidl>

6 page FAQ

https://www.sba.gov/sites/default/files/2020-04/Final%20PPP%20FAQs%20for%20Lenders%20and%20Borrowers%204-8-20_0.pdf

Affiliation Rules

<https://www.sba.gov/sites/default/files/2020-04/Affiliation%20rules%20overview%20%28for%20public%29%20v2.pdf>

Writeable PDF Application

<https://www.sba.gov/sites/default/files/2020-04/PPP%20Borrower%20Application%20Form.pdf>

PPP Borrower Checklist Application

<https://www.myservion.com/documents/Commercial-Loan-Resources/SBA-PPP-Loan-Application-Document-Checklist.pdf>

Step 2: Underwriting

Lender Application SBA Form 2484

https://www.sba.gov/sites/default/files/2020-04/PPP%20Lender%20Application%20Form_0.pdf

Interim Final Guidance – 4/15

https://www.sba.gov/sites/default/files/2020-04/PPP%20Interim%20Final%20Rule_0.pdf

Business Loan Program Temporary Changes- 19 pages 4/14

<https://www.sba.gov/sites/default/files/2020-04/Interim-Final-Rule-Additional-Eligibility-Criteria-and-Requirements-for-Certain-Pledges-of-Loans.pdf>

Underwriting Guidelines

<https://www.myservion.com/documents/Commercial-Loan-Resources/What-do-lenders-have-to-do-in-terms-of-loan-underwriting.pdf>

Step 3: Registering The Loan With SBA

SBA Connect

<https://connect.sba.gov/>

E-Tran

<https://www.myservion.com/documents/Commercial-Loan-Resources/E-Tran-Lender-Webinar-March-2020.pdf>

<https://www.myservion.com/documents/Commercial-Loan-Resources/Tips-for-Entering-Paycheck-Protection-Program-Loans-Into-E-Tran-Origination.pdf>

Step 4: Loan Docs

CLRDocprep@myservion.com

<https://www.myservion.com/documents/Commercial-Loan-Resources/Servion-DOC-PREP-REQ-TEMPLATE-PPP-002.pdf>

1% of the loan amount, with a floor of \$150 and a ceiling of \$300

Loan Forgiveness

- The loan will be fully forgiven if the funds are used for payroll costs, interest on mortgages, rent, and utilities (due to likely high subscription, at least 75% of the forgiven amount must have been used for payroll).
- Loan payments will also be deferred for six months. No collateral or personal guarantees are required.
- Neither the government nor lenders will charge small businesses any fees.
- Forgiveness is based on the employer maintaining or quickly rehiring employees and maintaining salary levels. Forgiveness will be reduced if full-time headcount

<https://www.myservion.com/documents/Commercial-Loan-Resources/Borrower-Certifications-Loan-Forgiveness-Statement.pdf>

<https://www.myservion.com/documents/Commercial-Loan-Resources/Lender-PPP-Loan-Forgiveness-Requirements.pdf>

Other Resources

<https://www.myservion.com/documents/Commercial-Loan-Resources/PPP-Lender-Information-Fact-Sheet.pdf>

<https://www.myservion.com/documents/Commercial-Loan-Resources/Signing-Up-to-be-an-Authorizing-Official.pdf>

<https://www.sba.gov/document/sba-form--sba-standard-loan-note-form-147>

<https://www.sba.gov/document/sba-form--ppp-lender-agreement-non-bank>

<https://www.sba.gov/sites/default/files/2020-04/PPP--Agreement-for-New-Lenders-Banks-Credit-Unions-FCS-w-seal-fillable.pdf>

How Can Servion Help?

We do all four steps, you fund the loan \$500

We do steps two and four, you fund the loan \$250

Q&A

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