



WEEK IN REVIEW

with SKC & Co. CPAs

NEW SBA GUIDANCE ALLOWS INCREASED PPP LOANS

The SBA released new guidance this week that allows an increase to the PPP loan amount if a self-employed individual or partner did not include themselves in their PPP calculations. If a partnership received a PPP loan that only included amounts necessary for payroll costs of the partnership's employees and other eligible operating expenses, but did not include any amount for partner compensation, the lender may electronically submit a request through SBA's E-Tran Servicing site to increase the PPP loan amount to include appropriate partner compensation, even if the loan has been fully disbursed, provided that the lender's first SBA Form 1502 report to SBA on the PPP loan has not been submitted.

<https://home.treasury.gov/system/files/136/Interim-Final-Rule-on-Loan-Increases.pdf>

SBA FAQ #46: REGARDING GOOD-FAITH CERTIFICATION

When submitting a PPP application, all borrowers must certify in good faith that current economic uncertainty makes this loan request necessary to support the ongoing operations of the Applicant. SBA, in consultation with the Department of the Treasury, has determined that the following safe harbor will apply to SBA's review of PPP loans: Any borrower that, together with its affiliates, received PPP loans with an original principal amount of less than \$2 million will be deemed to have made the required certification concerning the necessity of the loan request in good faith.

<https://home.treasury.gov/system/files/136/Paycheck-Protection-Program-Frequently-Asked-Questions.pdf>

IRS ECONOMIC STIMULUS PAYMENTS

The IRS is issuing economic stimulus checks to those eligible to help provide relief during this pandemic. The stimulus payments are automatic for most taxpayers. No further action is needed by taxpayers who filed tax returns in 2018 and 2019 and most seniors and retirees.

<https://www.irs.gov/coronavirus/economic-impact-payments>

FEDERAL PANDEMIC UNEMPLOYMENT ASSISTANCE (PUA) IN NJ

The New Jersey Department of Labor has created online guides to walk people through the weekly certification process for receiving PUA benefits in NJ. Certifying for benefits each week is required by federal law.

<https://myunemployment.nj.gov/labor/myunemployment/before/about/howtoapply/applyonline.shtml>

THE ROAD BACK FOR NJ

As part of New Jersey's Road Back, Governor Phil Murphy signed Executive Order No. 142, permitting the resumption of non-essential construction, curbside pickup at non-essential retail businesses, and car gatherings for the purpose of drive-through and drive-in events. The construction and non-essential retail provisions will take effect at 6:00 a.m. on Monday, May 18, while the car gatherings provision will take effect immediately.

<https://covid19.nj.gov/faqs/announcements/all-announcements/governor-murphy-signs-executive-order-permitting-resumption-of-non-essential-construction-curbside-pickup-at-non-essential-retail-businesses-and-gatherings-in-cars>

OFFICE HOUR WITH SKC

Don't forget to join SKC's Managing Partner, Sarah Krom on Wednesday, May 20th at 9:00 A.M. as she answers your questions about bringing employees back to your organization, sustaining them in the months to come, planning for increased taxes from PPP loans and strategies to sustain businesses for the long haul.

[https://us02web.zoom.us/meeting/register/tZApcO-vqj4jHdAgzqrMsWjRgGWCdyx_sXRU](https://us02web.zoom.us/join/zoom/register/tZApcO-vqj4jHdAgzqrMsWjRgGWCdyx_sXRU)

As always, feel free to reach out to the SKC team with any questions.

We are here to help you!

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