These FAQs provide general information on PPP Loan Forgiveness based on SBA Guidance available as of the date stated above. The information provided is subject to change at any time, as the SBA modifies or updates other guidance to the program. We recommend reviewing these FAQs regularly. For detailed and definitive guidance on PPP Loan Forgiveness please visit the SBA website here.

1 Can my PPP loan be forgiven in whole or in part?
Yes. The amount of loan forgiveness can be up to the principal amount of the loan and any accrued interest. The actual amount of loan forgiveness will depend on, in part, on the total amount of your eligible costs (as discussed in question 5 below) during the covered period (as discussed in question 6 below). The amount of forgiveness will also depend on whether your number of employees or their salaries or wages were reduced during the covered period, unless you meet certain criteria with respect to such reductions.

2 Is loan forgiveness automatic?
No. You must request loan forgiveness. If you have received a PPP loan through Popular you must request loan forgiveness through Popular (as discussed in question 9 below).

3 Do I have to repay the part of the loan that was not forgiven?
Yes. You must repay the unforgiven amount and any accrued interest after the end of your covered period. If you do not repay the principal and accrued interest on your loan, interest on your loan will accrue at a rate of 1 percent per year. You will also have to pay interest on any portion of your loan that is not forgiven during the covered period, unless you meet certain criteria with respect to such reductions.

4 What happens if I do not meet the requirements for loan forgiveness?
You may be eligible for partial forgiveness. Please visit the SBA website here for additional information.

5 What eligible costs qualify for loan forgiveness?
In general, your following costs during the covered period (as discussed in question 6 below) may be counted towards the amount of forgiveness of your loan:
- Eligible payroll costs
- Eligible rent payments
- Eligible utility payments
- Eligible mortgage interest payments
- Eligible business development costs (if incurred after the date of disbursement and during the covered period)

However, not more than 40 percent of the loan forgiveness amount may be attributable to non-payroll costs. For the definition of such eligible costs please refer to the SBA website here.

6 When can I request loan forgiveness for a PPP loan?
You may submit your loan forgiveness application at any time on or before the maturity date of your loan, including before the end of your covered period, since you have used all of the loan proceeds for which you will be requesting forgiveness. However, even though you have used the entirety of your loan, you may not request forgiveness if your covered period ends before June 5, 2020, or you receive notice of the forgiveness decision. The actual amount of loan forgiveness will depend, in part, on the total amount of your eligible costs (as discussed in question 5 below) during the covered period (as discussed in question 6 below). The amount of forgiveness will also depend on whether your number of employees or their salaries or wages were reduced during the covered period, unless you meet certain criteria with respect to such reductions.

7 Can I apply for forgiveness if I did not use all my loan funds within the covered period?
Yes. You may be eligible for partial forgiveness.

8 When can I request loan forgiveness for a PPP loan?
You may submit your loan forgiveness application at any time on or before the maturity date of your loan, including before the end of your covered period, since you have used all of the loan proceeds for which you will be requesting forgiveness. However, even though you have used the entirety of your loan, you may not request forgiveness if your covered period ends before June 5, 2020, or you receive notice of the forgiveness decision. The actual amount of loan forgiveness will depend, in part, on the total amount of your eligible costs (as discussed in question 5 below) during the covered period (as discussed in question 6 below). The amount of forgiveness will also depend on whether your number of employees or their salaries or wages were reduced during the covered period, unless you meet certain criteria with respect to such reductions.

9 How will I apply for loan forgiveness?
We are setting up a process to handle requests and we will keep you informed as we get additional SBA guidance.

10 What documents do I need to include when I apply for forgiveness?
You’ll need to provide documentation evidencing all eligible costs during the covered period for which you plan to request forgiveness. Please visit the SBA website here for guidance on the documentation that you will need to submit as part of your request for forgiveness.

11 When will I know if my loan forgiveness request was approved?
We have 60 days from receipt of your complete request application to issue the forgiveness decision to you, unless you are self-employed. If you are self-employed, the maximum amount of forgiveness you can receive for owner compensation replacement costs will be six weeks’ worth (2/52) of your 2019 net profit (up to $15,385) if you are self-employed. If your covered period is eight weeks, then the maximum amount of forgiveness you can receive for owner compensation replacement costs will be eight weeks’ worth (8/52) of your 2019 net profit (up to $20,833). After SBA finalizes its review of our forgiveness decision, we will notify you of the loan forgiveness amount (or that SBA determined that no amount of the loan is eligible for forgiveness).

12 What should I do to prepare for my loan forgiveness request?
You should review SBA guidance on forgiveness available in their website here.

13 What is the maximum forgiveness amount I can receive for owner compensation replacement costs if I am self-employed?
If you are self-employed, the maximum amount of forgiveness you can receive for owner compensation replacement costs will depend on your covered period. If your covered period is twenty-four weeks, then the maximum amount of forgiveness you can receive for owner compensation replacement costs will be 2.5 months’ worth (2.5/12) of your 2019 net profit (up to $20,833).

**Note:** These FAQs provide general information on PPP Loan Forgiveness based on SBA Guidance available as of June 26th, 2020. The information provided is subject to change at any time, as the SBA modifies or updates other guidance to the program. We recommend reviewing these FAQs regularly. For detailed and definitive guidance on PPP Loan Forgiveness please visit the SBA website here.