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Paycheck Protection Program Alert – Application Deadline Remains June 30, 2020

By Larry Brant on 6.9.20 | Posted in Federal Law, Legislation, Tax Planning

I [previously reported](#) that the Paycheck Protection Program (“PPP”) loan program appeared to have been extended to December 31, 2020. Unfortunately, the U.S. Small Business Administration (“SBA”) quashed that dream. While Congress extended the “covered period” to December 31, 2020, it did not extend the life of the PPP to that date. The SBA recently made that clear when it announced that the extension of the covered period “should not be construed as to permit the SBA to continue accepting applications for [PPP] loans after June 30, 2020.” So, the PPP application deadline remains June 30, 2020; borrowers in need of a PPP loan only have until the end of this month to submit their applications. While funds may remain available (\$130 billion according to a recent government announcement), borrowers need to hurry up and get their applications submitted to lenders. Time is of the essence. To avoid any problems with application submissions, borrowers are wise to submit their applications well in advance of the June 30 deadline. According to Murphy’s Law, if something can go wrong, it will. So, applications should be made as soon as possible. Don’t wait until the last minute.

Tags: CARES Act, Coronavirus, COVID-19, forgivable loans, Paycheck Protection Program, Paycheck Protection Program Flexibility Act of 2020, small business, Taxpayer