



UNITED COMMUNITY BANK

Perham | Dent | Frazee

Greetings,

This email pertains to your Paycheck Protection Program (PPP) Loan at United Community Bank. There are a few very important items that we would like to share with you today.

Extension of Deferment Period

The CARES Act was updated to extend the deferment period from 6-months following the loan disbursement to 10-months following the end of the Covered Period. The Covered Period is defined as either an 8-week (56-day) or 24-week (168-day) period that begins on the 1st day following PPP Loan Disbursement.

United Community Bank will be changing your 1st scheduled payment date to follow the guidelines of the CARES Act to 10-months following the end of the 24-week (168-day) Covered Period. No additional action is needed from you at this time to extend the deferment date.

Your deferment period will also end upon remittance of loan forgiveness by the SBA to the bank. Upon loan forgiveness, if you have an outstanding balance remaining on your PPP loan, we will contact you to make payment arrangements on the balance that is still owed.

SBA Releases New 3508S Forgiveness Application

The SBA recently released a new PPP Forgiveness Application, Form 3508S, which can only be used for PPP loans of \$50,000 or less. This new application joins forms 3508 & 3508EZ, which were previously released by the SBA. The new 3508S form is a streamlined application which includes certifications from the borrower but does not require calculations to be submitted with the application. However, borrowers will still be required to submit documentation to their lender verifying their forgivable expenses & they will be required to retain documentation supporting their certifications for 6 years.

As it appears Congress may not pass any legislation streamlining loan forgiveness by the end of the year. Eligible borrowers may want to consider using the new 3508S application in our [forgiveness portal](#) if you would like to apply for loan forgiveness at this time.

Forgiveness Applications Must Be Completed to Apply for Loan Forgiveness from the SBA

Finally, this email serves as a reminder that it is a requirement of the borrower to submit a completed forgiveness application and supporting documentation to United Community Bank when appropriate to apply for Loan Forgiveness. You are responsible to see that all necessary information is provided in connection with the application and that the deadline is met. If you choose not to apply for forgiveness, you will be responsible for paying back your outstanding PPP loan balance by the maturity date that is stated on your loan documents.

We know this is confusing and can be hard to comprehend. We are doing everything we can to make this as smooth and as easy as possible. As always, if you have any questions please reach out to your UCB Loan Officer.

Sincerely,

Ryan A. Rustad

Chief Lending Officer

NMLS ID #460590

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