



UNITED COMMUNITY BANK

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Greetings,

President Trump signed the Paycheck Protection Program Flexibility Act of 2020 on Friday. While further guidance and clarification from the SBA and Treasury is likely and hoping to receive next week, the Paycheck Protection Program Flexibility Act of 2020 includes the following changes below:

- Extends from 8 to 24 weeks the amount of time borrowers have to spend PPP funds while remaining eligible for forgiveness.
- Lowers the amount that must be spent on payroll costs from 75 percent to 60 percent. There is no forgiveness if payroll is less than 60 percent.
- Extends to Dec. 31 the period in which employers may rehire or eliminate a reduction in employment, salary, or wages that would otherwise reduce the forgivable loan amount.
- Replaces the six-month deferral of payments due under PPP loans with deferral until the date on which the amount of loan forgiveness is remitted to the lender.

PPP Forgiveness Update:

Starting next week, some of our borrowers will meet the original 8 week deadline to use the PPP funds they received. Given all the changes that have taken place with the PPP program, our software provider has been making changes to accommodate an easy and efficient process for our borrowers to apply for forgiveness. Starting later today, we will be emailing our customers who have met or are coming up on their 8 week period. This email will contain a link to start the forgiveness process. This process will guide the borrower through the steps answering questions with detailed instructions to make it as easy as possible. Essentially, this process will complete the PPP Forgiveness Application for you and allow you to submit the application with any required documentation safely and securely to United Community Bank. We hope you find this process helpful and user friendly!

I know this is confusing and things seem to be changing every day but if you have questions or problems please do not hesitate to reach out to your UCB Loan Officer

and we will help in any way that we can. If you want to look back on past newsletters you can find them [here](#).

Thank you for all that you are doing and we are so proud to be able to serve you!

Sincerely,

Ryan A. Rustad

Chief Lending Officer

NMLS ID #460590

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