

[NEW PPP FORGIVENESS APPLICATION FOR LOANS UNDER \\$50,000](#)

The SBA has issued a new Interim Final Rule regarding loan forgiveness procedures for Paycheck Protection Program loans of **\$50,000 or less** that make it much easier for those borrowers to apply for forgiveness.



In connection with this new rule, the SBA has issued a new, alternative forgiveness application ([Form 3508S](#)), along with [related instructions](#). This application form may be used by any borrower with a PPP loan of \$50,000 or less, except borrowers that, together with their affiliates, received loans totaling \$2 million or more. The form is much simpler than the other forgiveness applications and requires less documentation.

Significantly, a borrower using the new form is exempt from any reductions in the loan forgiveness amount based on FTE or wage rate reductions.

This memo is intended only as a summary and general overview. If you have any questions or would like legal advice regarding the above or any other employment issue, please contact [David Lawrence](#) or [Sarah Gidley](#).