

What Is Life After Coronavirus?

Navigating PPP Forgiveness & Intro to Main Street Lending Program

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PPP LOAN FORGIVENESS TEMPLATE








PPP QUESTION & ANSWER









MAIN STREET LENDING PROGRAM

Main Street Lending Program

-  Run by US Dept. of Treasury through Banks
-  Minimum Loan Size - \$1million
-  Eligible Loan Amount – 4x 2019 EBITDA **less** sum of existing
 outstanding debt + committed/undrawn credit
-  Terms
 - 4 yr maturity; P&I deferred for 1 year
 - Rate: SOFR + 250-400 bps
 - Unsecured
-  Required Attestations:
 - Proceeds may not be used to pay down other debt
 - May not cancel or reduce existing credit lines
 - Payment of Dividends or Distributions prohibited
 - Borrower will make 'reasonable efforts' to maintain payroll
 - Exec compensation limits

Main Street Lending Program

-  Company must be in good financial standing prior to the crisis - creditworthy
-  Fewer than 10,000 employees or 2.5B in revenue
-  Firms that have taken advantage of the PPP may also take out Main Street loans
-  Must be a business that is created or organized in the United States or under the laws of the United States with significant operations in and a majority of its employees based in the United States
-  Origination fee: 1% of loan amount
-  No prepayment penalty

Final Questions?



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Additional Resources: <https://home.treasury.gov/policy-issues/cares/assistance-for-small-businesses>