



PP&Co Action Alert

SBA Extends Safe Harbor Deadline to Return PPP Loan Proceeds to May 18th

On Friday, May 15th, the [U.S. Small Business Administration \(SBA\) updated its FAQ](#) yet again, extending the safe harbor deadline for Paycheck Protection Program (PPP) loan recipients to return loan proceeds without penalty. The deadline has been extended from May 14th to May 18th. This safe harbor is aimed at borrowers who did not (or will not) meet the good faith certification that "...current economic uncertainty makes this loan request necessary to support the ongoing operations of the Applicant."

Although the IRS has not yet indicated that PPP loan recipients who return loan proceeds by May 18th will be eligible for the Employee Retention Credit, it will likely do so shortly. As we have repeatedly indicated, information regarding the CARES Act and PPP Loans is being updated often.

Have questions or need help? We're here for you. Contact us at info@ppandco.com or (408) 287-7911 for assistance. For more information and updates, check out our [COVID-19 Resources & Updates](#) webpage.

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