

PPP and Your Small Business

Answers that remind you “YES you Can” apply!

The SBA Paycheck Protection Program (PPP) provides loans to help businesses keep their workforce employed during the Coronavirus (COVID-19) crisis. As such, if you did not access the federal Paycheck Protection Program (PPP) funding during Round 1, you may be eligible to apply today! **Application submission ends March 31, 2021!**

Here are some answers to *frequently asked questions* to help you get started!

- **Question:** How do I know if I am eligible to apply?
- **Answer:**
 - a. This program is available for any federally legal businesses that was in operation prior to February 15, 2020
 - b. The small business must have less than 300 employees (including sole proprietorships, independent contractors and self-employed persons), private non-profit organization or 501(c)(19) veterans organizations affected by coronavirus/COVID-19.
 - c. Small businesses in the hospitality and food industry with more than one location could also be eligible at the store and location level if the store employs less than 300 workers. This means each store location could be eligible.
- **Question:** If I am the only employee as a sole proprietor or LLC, may I still apply and expect my loan to be forgiven.
- **Answer:** As long as you use 60% of the loan proceeds for payroll costs and the remaining 40% for other eligible business expenses, then the loan can be forgiven, with the submitted forgiveness application.
- **Question:** What is the requirement if I am seeking a second PPP Loan?
- **Answer:**
 - a. The business has to have suffered a loss in revenue of 25% or greater during any quarter of 2020, or year over year comparing 2020 and 2019; or comparing the same quarters in 2019 vs 2020.
 - b. The business has to have already used or will use all of the proceeds from your first PPP loan.
- **Question:** Do I need to be an existing client with your company?
- **Answer:** No; if you are a first draw client, we can process your application immediately. If you are a second draw client, we recommend working with your original lender; if you are not able or do not want to work with your original lender, then we will need your PPP loan number and the forgiveness confirmation from your original lender.
- **Question:** What is the maximum PPP loan amount that AmPac will process?
- **Answer:** AmPac will process new PPP loans for businesses seeking a loan under \$50,000. For existing clients, AmPac will consider PPP loans up to \$150,000.
- **Question:** Do you I need to pay a fee for the PPP loan?
- **Answer:** No, there is no fee that you have to pay for the PPP loan. The original CARES Act and the Economic Relief Aid Act both included funds to cover fees for processing the PPP loan so that the small business does not have to bear the cost.
- **Question:** How long does it take you to process my application?

- **Answer:** It depends; the faster you submit the requested documents, the faster we can submit your application to SBA for approval. The process can be as short as 2 weeks.
- **Question:** How do I submit the application?
- **Answer:** Please apply here:
<https://ampac.venturesgo.com/portal/borrowerapplication/apply>
- **Question:** What documents do you need?
- **Answer:** please refer to: [PPP Borrower Checklist](#)
- **Question:** Is there a limit on the amount of money I can apply for?
- **Answer:** Businesses are eligible for the lesser of 2.5x (3.5x for NAICS code 72 business, i.e., restaurants and hotels) the average cost of payroll incurred over the last twelve months or \$2,000,000.
- **Question:** If I have additional questions who can I ask?
- **Answer:** Email: PPPLoans@ampac.com or Call: 909-915-1706 (to schedule zoom meeting with a PPP team member)