

Paycheck Protection Program and Economic Injury Disaster Loan Enhancements

Congress has passed additional funding for the Paycheck Protection Program and the Economic Injury Disaster Loan program, totaling \$381 billion. The funding is contained in a bill titled the “Paycheck Protection Program and Health Care Enhancements Act”. This funding was signed into law on April 24, 2020.

Previously, three different acts were passed by Congress and signed by the President addressing different aspects of the coronavirus (COVID-19) crisis:

- **Coronavirus Preparedness and Response Supplemental Appropriations Act** enacted March 6, 2020 (Phase 1) (not summarized)
- **Families First Coronavirus Response Act (“Families First Act”)**, enacted March 18, 2020 (Phase 2) (summarized separately)
- **Coronavirus Aid, Relief, and Economic Security (“CARES”) Act**, enacted March 27, 2020 (Phase 3) (summarized in three pieces—provisions primarily affecting businesses, provisions primarily affecting individuals, and the Paycheck Protection Program requirements)

What are the provisions affecting the Paycheck Protection Program (PPP)?

- The amount of loans authorized under the PPP is increased by \$310 billion, to a total of \$659 billion.
- \$30 billion of the increase is set aside for loans made by the following types of institutions:
 - Small banks (consolidated assets of between \$10 and 50 billion)
 - Credit unions with consolidated assets of between \$10 and 50 billion
- \$30 billion of the increase is set aside for the following types of institutions:
 - Community financial institutions, which includes
 - Minority depository institutions – find a list [here](#)
 - Community development financial institutions – find a list [here](#)
 - State and local certified development companies – find a list [here](#)
 - Small banks (consolidated assets of less than \$10 billion)
 - Credit unions with consolidated assets of less than \$10 billion

What are the Economic Injury Disaster Loan (EIDL) provisions?

- The amount of Economic Injury Disaster Loan Advance Grants is doubled, from \$10 billion to \$20 billion.
- The amount of regular EIDL loans is increased by \$50 billion.
- Agricultural enterprises with not more than 500 employees are eligible for EIDL loans and EIDL Advance Grants. Agricultural enterprises are businesses engaged in the production of food and fiber, ranching, and raising of livestock, aquaculture, and all other farming and agricultural related enterprises.

What other provisions were included in the bill?

The bill also includes \$75 billion in funding for doctors, hospitals, and other health care providers and \$25 billion to expand COVID-19 testing. These provisions are **not** summarized below.

What other resources does MassMutual have available on the PPP, other CARES Act provisions, and other coronavirus relief provisions?

The following materials are available:

- [Families First Coronavirus Response Act and Extension of Time to Pay Federal Taxes Summary](#)
- [Coronavirus Aid, Relief, and Economic Security Act \(CARES\) Summary of Business Provisions](#)
- [Coronavirus Aid, Relief, and Economic Security Act \(CARES\) Summary of Individual Provisions](#)
- [Coronavirus Aid, Relief, and Economic Security Act \(CARES\) Summary – Payroll Protection Program Information](#)
- [Flowcharts on applying for Paycheck Protection Program and Economic Injury Disaster Loan Grants](#)
(from the House Committee on Small Business)

We update these materials regularly as new information becomes available.

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