



December 30, 2020

Dear Valued Enterprise Bank PPP Loan Customer,

We hope you and your families are doing well and are making the most of the holiday season, while staying safe and secure. It has been our goal, since the advent of the PPP Loan Program, to keep you well informed of any pertinent updates or changes to the program. As such, we wanted to share an overview of the newly signed Consolidated Appropriations Act which, among a number of things, allocates funding for a new round of PPP loans and simplifies the forgiveness of existing PPP loans of \$150,000 or less.

Specific details of the Round 3 requirements are still to be outlined with rules and guidance to be issued by the SBA. Back in the early spring of 2020, the SBA needed several weeks to release the interim final rules after the passage of the Cares Act. **We expect that between the time the SBA needs to draft the new rules and the time we need to update our systems to handle this new round of PPP funding, we will be ready to receive applications in 3 to 4 weeks.**

The Act itself is over 5,500 pages, therefore this communication and its attachment are intended to serve as a high-level summary of the PPP provisions within the Act.

The major areas of focus are as follows:

- **The Inclusion of \$284.5 Billion in New (Round 3) PPP Funding to the SBA**
- **Provisions for Qualified First-Time PPP Borrowers and for Second Draw PPP Borrowers**
- **Expanded Eligibility for Borrowers in Round 3 of PPP Funding**
- **Simplified, Streamlined Forgiveness for PPP Loans of \$150,000 or Less (This Includes Current, Outstanding PPP Loans Not Yet Forgiven)**
- **Full Forgiveness of EIDL Advances**
- **Clarification of Tax Deductibility of PPP Expenses**

For more detailed information on these areas, as well as other aspects of the Act, please review our resource overview by [clicking here](#).

If you have an existing PPP loan with a balance of \$150,000 or less, you may wish to hold off in applying for forgiveness until the new simplified process is finalized by the SBA. We also expect that this will be between 3 to 4 weeks from now.

It is a pleasure to be of assistance to you during these challenging times. Best wishes for a happy and healthy New Year.

Sincerely,

Handwritten signature of Jack Clancy in black ink.

Jack Clancy
Chief Executive Officer
Enterprise Bank

Handwritten signature of Brian Bullock in blue ink.

Brian Bullock
Chief Commercial Lending Officer
Enterprise Bank