



AMERICAN NATIONAL BANK OF TEXAS

Your Bank. For Life.

Coronavirus Response and Relief Supplemental Appropriations Act of 2021



Times like these are what a community bank is made for.

Our commitment to our customers and the communities we serve is unwavering. That's why, during this unprecedented time, we've been focused on keeping your business in business.

Paycheck Protection Program 2nd Draw Loan Details

- Maximum loan amount of \$2 million
- Borrowers may receive a loan amount of up to 2 ½ times the average monthly payroll costs during the year prior to the loan
- Businesses in Accommodations and Food Services (assigned NAICS code 72) may receive loans of up to 3 ½ times the average monthly payroll costs during the year prior to the loan
- Full forgiveness will still require the same 60/40 allocation between payroll and non-payroll costs.

Paycheck Protection Program 2nd Draw Eligibility

- In order to receive a PPP loan, an eligible entity must:
- Employ no more than 300 employees;
- Have used or will use the full amount of its first PPP loan; and
- Demonstrate at least a 25% reduction in gross receipts in the first, second, third, or fourth, quarter of 2020 relative to the same 2019 quarter (for Second Draw Loans only)

Additional Eligible Covered Expenses

- **Operations Expenses** – Payment for any software, cloud computing, and other human resources and accounting needs.
- **Property Damage Expenses** – Costs related to property damage due to public disturbances that occurred during 2020 that are not covered by insurance.
- **Supplier Expenses** – Payments to a supplier pursuant to a contract, purchase order, or order for goods that was in effect prior to taking out the PPP loan and was essential to the recipient's operations at the time at which the expenditure was made. Supplier costs of perishable goods can be made before or during the life of the loan.
- **Worker Protection Expenses** – Investments in personal protective equipment (PPE) and other adaptive costs to help a loan recipient comply with federal health and safety guidelines or any equivalent state and local guidance related to COVID-19 during the period between March 1, 2020, and the end of the national emergency declaration.

Note: Full forgiveness for First Draw and Second Draw PPP Loans will still require the same 60/40 allocation between payroll and non-payroll costs.

Paycheck Protection Program Application Process – What You Will Need to Apply

Start gathering the following payroll and non-payroll information, as applicable for your business:

- Payroll tax forms (typically IRS form 941)
- Third-party payroll reports or internal payroll reports
- Breakdown of Payroll benefits (healthcare, group insurance, retirement, etc.)
- Bank Statements or canceled checks that document expenses
- Business mortgage interest payments or rental cost
- Business utility statements
- Financial reports from 2019 and 2020 that demonstrate a 25% reduction in gross receipts when compared to the same quarter in the prior year (Second Draw Loans only)

Questions?

If you have any questions, please contact your Lender, Banking Center, or email us at sbaquestions@anbt.com.

