



COVID-19 CRISIS: PPP Updated With Flexibility Act

June 9, 2020

Dear Tenants,

On June 5th, the **Paycheck Protection Flexibility Act of 2020 ("the Act")** was signed into law by the federal government to provide favorable adjustments to the terms of the Paycheck Protection Program ("PPP") enacted in late March.

Many of the modifications outlined in the Act will benefit small businesses. In essence, they loosen restrictions on how and when loan funds are spent. We have provided some relevant takeaways below for those who are not familiar with the new terms:

- Increase in permissible non payroll expenses, from 25% to up to 40%
- Full forgiveness despite workforce reduction, for qualifying companies
- Coverage period extension, from 8 weeks to 24 weeks
- Loan payoff extension, from 2 years to 5 years

The deadline to apply for a PPP loan remains June 30th. Whether or not you have applied, we encourage you to read the details of the Act carefully to determine whether its provisions will assist your business. Here are some helpful links:

- [Press release from the US Small Business Administration](#)
- [Full text of ACT from Congress](#)

Stay safe and be well,
Mackenzie Management Company, LLC

**As a reminder, we are here to help you during as you return to your offices. Simply reach out to your property manager or email customerservice@mackenziemanagement.com.*