

Update to PPP Loan Forgiveness Application

Article By:

Rachel Lilienthal Stark

Dolores R. Kelley

The Small Business Administration (SBA) released updates to the Paycheck Protection Program loan forgiveness application. A majority of the updates reflect the changes from the Paycheck Protection Program Flexibility Act (Flexibility Act). You can find our alerts regarding the Flexibility Act [here](#) and the SBA's Updated Interim Final Rule [here](#).

Additionally, the SBA released Form 3508EZ, which is a streamlined version of the forgiveness application for eligible borrowers that requires fewer calculations and documentations than the full PPP Loan Forgiveness application. Borrowers are eligible to file Form 3508EZ if:

- The Borrower is self-employed, an independent contractor, or sole proprietorship and has no employees; or
- Did not reduce the salaries or wages of their employees by more than 25%, and did not reduce the number or hours of their employees; or
- Experienced reductions in business activity as a result of health directives related to COVID-19, and did not reduce the salaries or wages of their employees by more than 25%.

Both applications give borrowers the option of using the original 8-week covered period (if their loan was made before June 5, 2020) or an extended 24-week covered period.

COPYRIGHT © 2025, STARK & STARK

National Law Review, Volume X, Number 171

Source URL: <https://natlawreview.com/article/update-to-ppp-loan-forgiveness-application>