



IDAHO FIRST BANK

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Dear Customer,

As you may be aware, Congress recently passed another Covid-19 relief bill which authorized a new round of PPP funding. You have been an important PPP borrower, and as your preferred community bank we wanted to let you know that Idaho First Bank will gladly be providing assistance to our customers for this newest round of the PPP program.

The SBA is in the process of publishing guidelines for this latest round of funding, and once we have those, we will be sending you a link with an online application. The online application process will walk you through a user-friendly experience built to the SBA published guidelines. Please keep an eye on your inbox for the link. We will be ready to help you and your business through the process. In the meantime, here are a few FAQs regarding this most recent version of PPP funding:

1. **Is this round of funding available immediately and for how long?** The bill requires the Small Business Administration to write guidelines for this newest round of funding, and once those are published the program will officially reopen and run through March 31, 2021.
2. **Is the income taxable?** No. The legislation ensures that business expenses paid with forgiven PPP loans are tax-deductible. It also clarifies that PPP loans will not be included in taxable income.
3. **Who can apply?** The bill created "second draw" forgivable loans for "harder hit" small businesses, certain non-profit organizations, housing cooperatives, sole proprietors, independent contractors and others with 300 or fewer employees. Qualified borrowers must show a loss of at least 25% of gross receipts in any quarter during 2020 when compared to the same quarter in 2019.
4. **What's the maximum amount I can borrow?** \$2 million for "second draw" loans. A borrower may qualify for a loan up to 2½ times its average monthly payroll costs. Businesses in the accommodation and food services industries, such as restaurants and hotels, may receive up to 3½ times their average monthly payroll cost.

Thank you for continuing to be a valued customer. We are committed to helping you walk through these next steps and stages of PPP funding.

Todd Cooper  
President

