



Van Houten & Associates, PC
CERTIFIED PUBLIC ACCOUNTANTS

The Interim Final Rules related to the PPP were released yesterday evening and contain the **MAJOR** following changes from previous information released:

- Payroll costs for computing the amount of the loan you can receive **do not include** payments made to independent contractors or individuals to whom you issued a Form 1099. Because these individuals can apply for their own PPP loan, they have eliminated the inclusion of those payments from the computation of payroll costs.
- The remaining balance after reduction of any loan forgiveness amount will be the same for everyone and the loan will be due in 2 years at **1.0% interest**, not .5% interest as previously announced.
- State and local taxes (not payroll taxes) on compensation can be included in the computation of payroll costs. This includes any state unemployment taxes (**SUTA**) paid in 2019.