



[← Back to all topics](#)

Second Draw PPP Loans

Eligible businesses may apply for a Second Draw PPP loan.

Content

[Notice: Paycheck Protection Program resumed January 11, 2021 at 9am ET](#)

[Loan details](#)

[How and when to apply](#)

Notice: Paycheck Protection Program resumed January 11, 2021 at 9am ET

SBA, in consultation with the U.S. Treasury Department, reopened the Paycheck Protection Program (PPP) for First Draw PPP Loans the week of January 11, 2021. SBA will begin accepting applications for Second Draw PPP Loans on January 13, 2021.

SBA is currently accepting Second Draw PPP loan applications from participating community financial institutions (CFIs) and lenders with under \$1 billion in assets, which includes approximately 5,000 institutions, including community banks, credit unions, and farm credit institutions. [Lender Match](#) can help you find a participating lender. The program will open to all lenders on January 19, 2021.

At least \$25 billion is being set aside for Second Draw PPP Loans to eligible borrowers with a maximum of 10 employees or for loans of \$250,000 or less to eligible borrowers in low or moderate income neighborhoods.



The Paycheck Protection Program (PPP) now allows certain eligible borrowers that previously received a PPP loan to apply for a Second Draw PPP Loan with the same general [loan terms](#) as their First Draw PPP Loan.

Second Draw PPP Loans can be used to help fund payroll costs, including benefits. Funds can also be used to pay for mortgage interest, rent, utilities, worker protection costs related to COVID-19, uninsured property damage costs caused by looting or vandalism during 2020, and certain supplier costs and expenses for operations.

Maximum loan amount and increased assistance for accommodation and food services businesses

For most borrowers, the maximum loan amount of a Second Draw PPP Loan is 2.5x average monthly 2019 or 2020 payroll costs up to \$2 million. For borrowers in the Accommodation and Food Services sector (use [NAICS 72](#) to confirm), the maximum loan amount for a Second Draw PPP Loan is 3.5x average monthly 2019 or 2020 payroll costs up to \$2 million.

Who may qualify

A borrower is generally eligible for a Second Draw PPP Loan if the borrower:

- Previously received a First Draw PPP Loan and will or has used the full amount only for authorized uses
- Has no more than 300 employees; and
- Can demonstrate at least a 25% reduction in gross receipts between comparable quarters in 2019 and 2020

How and when to apply

You can apply for a Second Draw PPP Loan from January 13, 2021, until March 31, 2021. To promote access for smaller lenders and their customers, SBA will initially only accept Second Draw



To be matched with a participating lender, visit [SBA Lender Match](#).

If you wish to begin preparing your application, you can download the following PPP borrower application form to see the information that will be requested from you when you apply with a lender:

- [Paycheck Protection Program Second Draw Borrower Application Form](#) (released 01-08-21)

Supplemental materials

- [Top-line Overview of Second Draw PPP Loans](#)
- [Frequently Asked Questions for Lenders and Borrowers \(12-09-20\)](#)
- [Second Draw PPP Loans: How to Calculate Revenue Reduction and Maximum Loan Amounts Including What Documentation to Provide \(01-19-21\)](#)
- [Frequently Asked Questions for Faith-Based Organizations Participating in the PPP and Economic Injury Disaster Loan Program](#)
- [PPP Myth vs. Fact](#)

Affiliation rules

- [Paycheck Protection Program Affiliation Rules](#)
- [Interim Final Rule for Applicable Affiliation Rules](#)

Next

PPP Loan Forgiveness



What We Do

SBA Team

Newsroom

SBA Performance

FOIA

Inspector General



Sign up for SBA email updates

SUBSCRIBE
