

Tuesday, April 28, 2020 (Update #2)

To: New York Community Banks

FROM ICBA

The Small Business Administration said that starting today it is barring the use of Robotic Processing Automation https://icba-now.informz.net/icba-now/data/images/NWT/Documents/20.04.28_SBA_Guidance.pdf to submit Paycheck Protection Program loans into SBA's E-Tran loan system. SBA said RPAs—robotic systems that some banks use to mimic human data entry—are burdening the processing system and diminishing its capabilities. Without them, the loan-processing system will be more reliable, accessible, and equitable, the agency said. The SBA said Application Programming Interface (APIs) will still be permitted. Lenders who need assistance converting their submission processes to a non-RPA API can contact SBA's Sheri McConville at Sheri.Mcconville@sba.gov.

SBA Upstate New York District Office Webinar

IBANYS monitored a webinar hosted by the SBA Upstate NY District Office on the Paycheck Protection Program and SBA's Covid-19 relief efforts for small businesses, with a focus on EIDL loans and advances. The webinar was primarily addressed to borrowers as opposed to lenders, and provided background on the PPP, loan eligibility and terms, and resources for information (the SBA and Treasury websites). Two main issues for discussion involved the issues of forgiveness (the final guidance from the SBA and Treasury has not yet been published) and documenting that loans are used as proscribed (payroll and other specified expenses). For questions, call 315.471.9393 or contact visit the SBA website (www.sba.gov).

SBA Will Review PPP Loans Of Over \$2 Million, With Criminal Liability For Borrowers' False Claims

Treasury Secretary Mnuchin said the SBA plans to do a "full review" of PPP loans of more than \$2 million before the loans are forgiven, and that borrowers will face "criminal liability" if they falsely claimed that they needed the money to continue operations

https://www.politico.com/news/2020/04/28/mnuchin-warns-big-companies-of-criminal-penalties-over-small-business-loans-214441?mkt_tok=eyJpIjoiT0RNNFpUazVaREV4TWpkbSIsInQiOiJvdHNIN0x6RENOajF2UXg2ZUdCUmVjY1RtRVBFR2hSdzh4RTMrZlpkY0FHajJ4MGV3Mwo2VkVITDFvbU14QmV1ZmljSjhqYnhMeGx4SU5hZmRFUUZubHJ5QUVUSnAzQTVPamZHOs5OTNrRmozSUs3QkFDY2Y2TkFOSHEyU1VMRSJ9

Latest Update From Governor Cuomo

Governor Cuomo announced the state is creating a "NY Forward Reopening Advisory Board" with 100 business, community, and civic leaders to help guide the state's reopening strategy. Regions hoping to reopen must present plans to have rooms available for people who test positive for COVID-19 and who cannot self-isolate. The state is also working to have at least 30 contact tracers for every 100,000 people.

View Governor Cuomo's Tuesday, April 28 briefing through the link provided below.

https://www.scribd.com/document/458820656/NYS-Gov-Andrew-Cuomo-April-28-Coronavirus-Presentation?utm_source=First+Read+Newsletters&utm_campaign=b19572d1a7-EMAIL_CAMPAIGN_2020_04_28_05_09&utm_medium=email&utm_term=0_252d27c7d1-b19572d1a7-34718972&mc_cid=b19572d1a7&mc_eid=e55c2af3e3

New York State's unemployment fund is running low on money, and it remains to be seen whether more federal aid is coming.

https://nypost.com/2020/04/27/cuomo-new-york-needs-federal-help-to-pay-unemployment-benefits/?utm_source=First+Read+Newsletters&utm_campaign=b19572d1a7-EMAIL_CAMPAIGN_2020_04_28_09&utm_medium=email&utm_term=0_252d27c7d1-b19572d1a7-34718972&mc_cid=b19572d1a7&mc_eid=e55c2af3e3

IBANYS will continue to provide updates as additional information becomes available. Thank you all for your continued participation and support.

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