

Tuesday, July 14, 2020

To: New York Community Banks

FROM ICBA

First Monthly PPP Reports Due Tomorrow: SBA

Paycheck Protection Program lenders must submit the first monthly PPP 1502 report by tomorrow, July 15, according to a [new procedural notice](#) issued Monday night by the SBA. The SBA said it is granting a two-day grace period for this month's report. Lenders are required to file the monthly 1502 reports containing loan status information for PPP loans in addition to electronic submissions required 10 calendar days after loan disbursement or cancellation. Lenders must continue reporting on PPP loans until they have been paid in full. The procedural notice provides the updated process for lenders to report on PPP loans and collect processing fees on fully disbursed loans. It includes details on lender requirements to receive fees, how SBA will disburse fees, and clawback rules. Questions on submitting 1502 reports can be directed to SBA's Fiscal and Transfer Agent, Colson Services Corp., at info@colsonservices.com or 877-245-6159. Additional guidance and resources are available on [Treasury's PPP webpage](#) and ICBA's [COVID-19 resource center](#).

Community Bank PPP Share Continues Climb

Lenders under \$10 billion in assets have made some 2.52 million PPP loans worth more than \$229 billion through both rounds of funding, according to [SBA data](#) through July 10. Lenders from \$10 billion to \$50 billion in assets have made more than 740,000 loans worth more than \$100 billion. Combined, the two asset classes account for more than 66 percent of approved loans and more than 63 percent of the approved dollar amount. There is more than \$132 billion in remaining PPP funds.

Stimulus Campaign Continues Amid Congressional Debate

With Congress continuing to debate the next economic stimulus package, community bankers can continue using ICBA's [Be Heard grassroots action center](#) to weigh in with recommendations. ICBA's custom message encourages lawmakers to advance a more straightforward approach to Paycheck Protection Program loan forgiveness as well as capital, accounting, and tax relief. Treasury Secretary Steven Mnuchin and SBA Administrator Jovita Carranza are scheduled to testify before the House Small Business Committee [this Friday](#) on the federal pandemic response. ICBA last week released [talking points](#) and a [sample letter](#) to borrowers about the agencies' release of information about individual PPP loans. ICBA also offers a sample press release and op-ed on PPP efforts on its [Tell Your Story toolkit](#).

FROM OTHER SOURCES

- **Update On Next Pandemic Package** With coronavirus cases surging and a debate raging over reopening schools this fall, Senate Majority Leader McConnell said the process of another relief package could begin next week: "I think you can anticipate this coming to a head sometime within the next three weeks." McConnell "no bill will pass the Senate without liability protection for everyone related to the coronavirus." The Senate price tag on GOP bill is reportedly expected to be \$1.3 trillion, financial incentives to encourage schools to reopen as well as aid for businesses and hospitals. However, there is still a big gap between the GOP and Democrats, who have called for \$1 trillion in state and local funding alone and expressed concern over liability protections for employers and making school funding contingent upon reopening
- **What's Next For Unemployment Benefits?** As the extra \$600-a-week in jobless benefits is set to expire for about 30 million Americans in less than two weeks, Trump administration officials have started to suggest that they could be open to some kind of compromise on unemployment benefits despite previously saying the extra benefit is a disincentive for Americans to return to work. Republican lawmakers have reportedly considered reducing the weekly extra unemployment benefit to between \$200 and \$400 a week and sending another round of \$1,200 stimulus payments, and a White House spokesman said that the administration doesn't want to extend the full \$600 weekly benefit but is open to a compromise. ([The Washington Post](#))

- **Federal Budget Deficit At Record \$864 Billion As Government Responds To Pandemic** The Treasury Department says the U.S. budget deficit grew to a record \$864 billion for June as the government pumped money into the economy to help workers and businesses affected by the coronavirus. That is expected to grow in light of the surge in cases across the country. The budget deficit, which was \$1 trillion in 2019, ballooned to nearly \$3 trillion in the first nine months of the 2020 fiscal year and is expected to keep growing.
- **Latest On Evictions** One in five U.S. households who rent their homes could face eviction by October as enhanced federal unemployment benefits and eviction moratoriums come to an end this summer, an analysis shows. Already, thousands of eviction cases are pending in a number of states. https://www.cbsnews.com/news/eviction-23-million-october/?ftag=CNM-00-10aab6a&linkId=93771031&mkt_tok=eyJpIjoiTXpReE9XWTJZbUZsT1RjMSIsInQiOiJXODJLOE16SmFua3Q5SGI2YSStiWU9BVUJQb3cyOWZcL0pNeXFuXC82OEVSOGNFMepmN3J0XC9qU3I0XC93SGNWMmJVd0g0UVdzT2xyVFRPT1JKUXVRVjYrcUpKcjBuVDJLc3pma1BJZjRdV3I1K1IGXC9BVjM2U2FtSUY3NXZRcFNOeEw1In0%3D

FROM NEW YORK

New York Has Stemmed The Outbreak--But Face Threat Of New Trouble From Travelers From Pandemic "Hot Spots"

New York, once the center of the coronavirus pandemic, has so successfully stemmed the outbreak that its death and hospitalization rates have plummeted and it has among the lowest infection rates in the country. But the state and its neighbors are facing a disquieting new threat: [Can they keep the virus suppressed when it is raging across the South and West?](#) Officials and public health experts are especially concerned that infected travelers from any of the nearly 40 states where the outbreak is spiking could set off new clusters in New York. <https://www.nytimes.com/2020/07/14/nyregion/coronavirus-ny-travel-cuomo.html>

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

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