



CPA **Business Funding** Portal

Live PPP Service Updates

February 16, 2021

PPP Processing Timeline

Minutes > **Minimum 48 hrs** > **Up to 10 days** > **Up to 10 days** > **About 48 hrs**

Complete the Government Declarations and eSign sent by the client's CPA firm.

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Submission into SBA and timeframe for SBA decision to be made is no less than 48 hours.

Biz2Credit Account

Submission Status

Client's application is approved and the final verification process begins. Client must provide ACH details and any outstanding documents or clarifications during this time.

ACH Details

Loan agreement is generated and sent to the client for eSign. Approximate processing times are 6-7 business days right now.

Funds are sent to the client's account via ACH or wire transfer. Processing may take up to 48 hours.

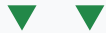
Client's Bank Account

TECHNOLOGY DISCUSSION
WITH SBA TODAY AT 12PM ET

Newly Released Procedural
Notice on Error & Hold Codes ►
(announced on 2.10)

SBA Error & Hold Code Handling

SBA contact info (some lenders choose not to handle errors)



U.S. Small Business
Administration

Contact SBA's Answer Desk by email
to answerdesk@sba.gov or call **800-827-5722** Monday
through Friday, between 9 a.m. and 6 p.m. EST.



SBA Procedural Notice

TO: All SBA Employees and Paycheck
Protection Program Lenders

CONTROL NO.: 5000-20092

EFFECTIVE: February 10, 2021

SUBJECT: Revised SBA Paycheck Protection
Platform Procedures for Addressing Hold Codes on
First Draw PPP Loans and Compliance Check Error
Messages on First Draw PPP Loans and Second
Draw PPP Loans

This Notice revises the guidance provided in SBA Procedural Notice [5000-20083](#), SBA Paycheck Protection Platform Procedures for Addressing Unresolved Issues on Borrower First Draw PPP Loans, effective January 26, 2021. The purpose of this updated Notice is to inform SBA employees and Lenders of new SBA Paycheck Protection Platform (platform) procedures to address (1) Second Draw Paycheck Protection Program (PPP) Loan guaranty applications where there is a Hold Code on the Borrower's First Draw PPP Loan, and (2) First Draw PPP Loan guaranty applications and Second Draw PPP Loan guaranty applications with Compliance Check Error Messages.

Under the CARES Act, PPP Lenders are deemed to have delegated authority to make and approve PPP loans without prior SBA review. After issuance of the SBA loan number, all First Draw PPP Loans made in 2020 were individually screened by an automated tool. The automated tool compared First Draw PPP Loan data against publicly available information and applied eligibility and fraud detection rules to identify anomalies and/or attributes that may indicate non-compliance with eligibility requirements, fraud or abuse. Additionally, after issuance of the SBA loan number, SBA performed data analytics, including reviewing information from the Department of Treasury Do Not Pay lists, and other analyses of the 2020 First Draw PPP Loan portfolio. The automated tool screening, data analysis, and other analyses resulted in the issuance of Hold Codes on certain 2020 First Draw PPP Loans.

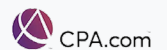
In 2021, before issuance of an SBA loan number, SBA is conducting front-end Compliance Checks on Lender loan guaranty applications for new First Draw PPP Loans and Second Draw PPP Loans using a modified version of the automated screening tool and information from the Department of Treasury Do Not Pay lists. When an issue is identified, the Compliance Checks generate a Compliance Check Error Message. In many cases, the Hold Codes and the Compliance Check Error Messages identify the same issues.

PAGE 1 of 11

EXPIRES: 2-1-22

SBA Form 1353.3 (4-93) MS Word Edition; previous editions obsolete

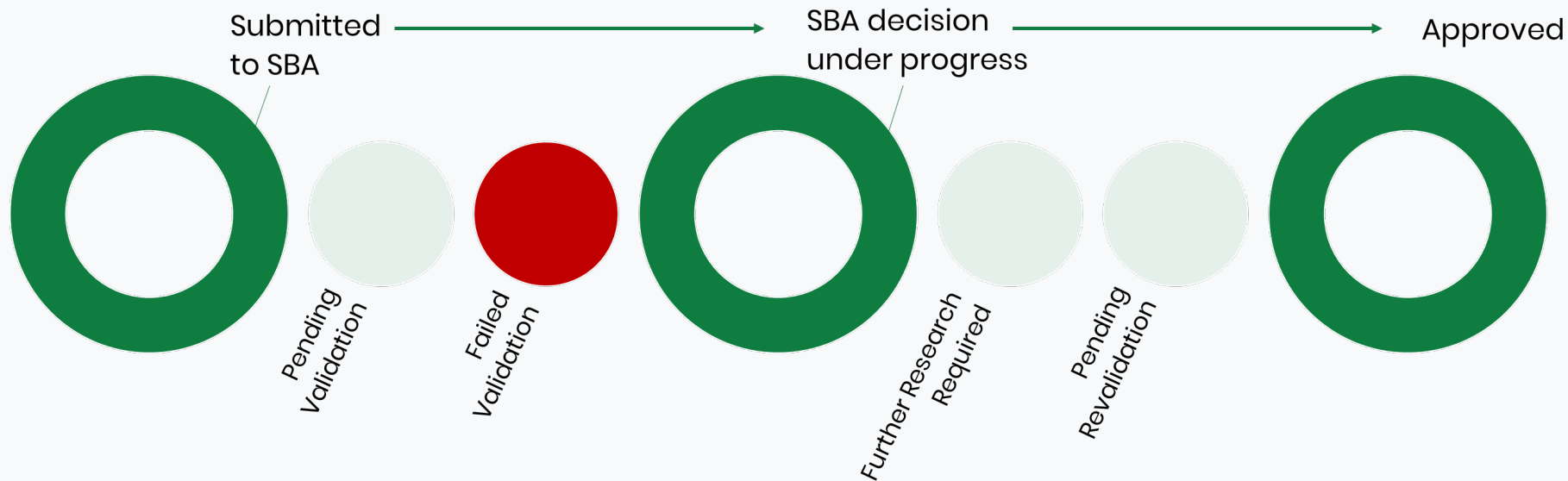
Must be accompanied by SBA Form 58



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Understanding the Submitted Status

When an application has been submitted to the SBA, it must pass through a series of procedures that the SBA systems impose on all applications that are submitted for decisioning. During this time, the application first passes through an initial validation step (Pending validation), before it is subjected to formal review by the SBA. If an error code is reported, it will be noted at this stage as 'Failed Validation'. The SBA formal review can result in two further cycles of additional verification before being finally decided by the SBA as an approved application.



i Validation errors
The SBA is conducting more rigorous anti-fraud validations than previously. Around 25% of applications are currently flagged during the validation process.