

## **Paycheck Protection Program (PPP)**

The Department is aware that institutions receiving loans from the Small Business Administration through the PPP under §1102 of the CARES Act have an opportunity to have up to the full amount of the loan principal forgiven by meeting certain employment requirements. Therefore, as long as an estimate of the amount of forgiveness of PPP loan funds the institution expects to earn, or the actual amount of loan forgiveness provided is identified on an institution's audited financial statements for the year in which the loan was received, and attested to by the institution's auditor, the Department will exclude that portion of the PPP loan from total liabilities and increase the institution's equity or net assets by that amount in calculating the institution's composite score.