



SBA Procedural Notice

TO: All SBA Employees and Paycheck Protection Program Lenders

CONTROL NO.: 5000-20074
EFFECTIVE: January 6, 2021

SUBJECT: Modifications to SBA Forms 3506, 3507 and 750 CA (for purposes of PPP only)

The Economic Aid to Hard-Hit Small Businesses, Nonprofits, and Venues Act (“Economic Aid Act”) was signed into law by the President on December 27, 2020, extending SBA’s authority to guarantee initial Paycheck Protection Program (PPP) loans through March 31, 2021 and providing SBA authority to guarantee PPP second draw loans through March 31, 2021 (collectively, referred to as “PPP Loans”).

Any Lender that was approved to make PPP Loans pursuant to a SBA Form 3506¹, 3507² or 750 CA³ (when used solely for the purpose of Lenders participating in PPP) will be deemed by SBA to have agreed to the modified terms and conditions to such forms as described in this Notice if the Lender makes a PPP Loan on or after December 27, 2020. All such previously-approved Lenders will not be expected to sign an updated version of the SBA Form; however, all new PPP Lenders will be required to sign the applicable revised SBA Form.

This Notice modifies SBA Form 3506, SBA Form 3507, and SBA Form 750 CA (for purposes of PPP only) for previously-approved Lenders as follows:

- Extends the termination date set forth in Section 8 or Section 19 in each such form (as applicable) from “August 9, 2020” to “April 1, 2021.” Participating PPP Lenders with such agreements, as well as 7(a) Lenders authorized to make PPP Loans, may continue to make PPP Loans until 11:59 pm on March 31, 2021.

¹ SBA Form 3506 (CARES Act Section 1102 Lender Agreement).

² SBA Form 3507 (CARES Act Section 1102 Lender Agreement – Non-Bank and Non-Insured Depository Institution Lenders).

³ SBA Form 750 CA (U.S. Small Business Administration, Community Advantage Pilot Program Loan Guaranty Agreement, Deferred Participation).

- Modifies the statutory references in the forms to reflect the newly enacted Economic Aid Act, including sections 7(a)(36), 7(a)(37), and 7A of the Small Business Act.
- Modifies the forms (as applicable) to require the fixed rate of interest on PPP Loans to be calculated on a non-compounding, non-adjustable basis and conforms the forms to existing PPP eligibility requirements.

Revised SBA Forms 3506, 3507 and 750 CA for new Lenders have been issued and are available at www.sba.gov/ppp

If you have any questions, please contact Eddie Ledford at edward.ledford@sba.gov.

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