



2021 Paycheck Protection Program Client FAQ

MB&T COVID-19 Loan Relief Center
1-833-MBT-4SBA or 1-833-628-4722
Monday - Friday 9am-2pm
montecito.bank

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- The information presented here should not be construed as legal, tax, accounting, or financial planning advice. It is strongly recommended that all individuals and entities make a thorough examination of their specific situation and consult the appropriate professionals before pursuing any course of action.

Updated as of 1/20/2021

What are the available loan options to businesses / organizations / independent contractors in this new PPP round?

There are three loan options in this newest round, each with unique eligibility criteria, applications, required documents, availability dates and guidance, including use of funds. Please reference the [Loan Matrix](#) for complete details.

Product	Date Application is Available in MB&T Portal	Who is it for?*
1 st Draw (new / first PPP Loan)	Monday Jan 11 th	Eligible businesses that did not apply for or receive a PPP loan from any lender in 2020.
2 nd Draw	Monday Jan 11 th	Eligible businesses that received and used all funds from a PPP loan in 2020 and now require additional funds. <i>There are specific eligibility criteria that must be met, see Loan Matrix.</i>
Modified 1 st Draw	Unknown at this time	Eligible businesses that received and used all funds from a PPP loan in 2020 but for whom additional funds may be available based on changes to the program subsequent to their original loan amount and funding.

NOTE: Please reference [Loan Matrix](#) for more detailed eligibility criteria.

Will MB&T be accepting applications from non-clients?

Yes, as of 1/21/2020 we are actively accepting applications from businesses based in Santa Barbara and/or Ventura counties for First and Second Draw loans, even if you are not yet an MB&T client; the Modified First Draw loan is not yet available from the SBA. As the largest community bank on the Central Coast with assets over \$1 billion, MB&T is proud to participate in this next round and secure as much funding as possible for our communities.

How do I apply?

MB&T's program will be entirely digital and for efficiency is designed to be self-servicing. We **will not be accepting paper or hand-filled applications**. The applications are only available [online](#). Of course our trained associates are here to help, so should you have questions you may contact our Relief Center Monday through Friday, 9am – 2pm, at 1-833-628-4722 or submit an inquiry online at [Montecito.bank/contact](#). If you would prefer to work on your application directly with a Relief Center specialist or your Relationship Manager, you may contact that individual directly, or the Relief Center at 1-833-628-4722 (Mon-Fri 9am-2pm). *Note, due to anticipated high call volume at the Relief Center, please leave a **voicemail with your name, phone and email**. They are the best equipped team to return your call as quickly as possible and assist with questions you might have.*

- First Draw Application: [SBA Form 2483](#)
- Second Draw Application: [SBA Form 2483-SD](#)
- Modified First Draw Application: Not available yet

As an MB&T client will I be required to authenticate in the online application portal?

Yes, you will be required to authenticate as a MB&T business client in order to begin the process. To do this, you will need to have **the EIN/TIN/SSN (no dashes) of the business, your business email address, and your SSN (no dashes) as a signer on the business account for which you are applying**. If you do not know this, please contact your branch or the Relief Center (1-833-628-4722) in advance. *Note: before providing you with that information, we will call you back and ask security questions so that we can validate your access to the account and its information.*

If I am not an MB&T client, what information will be required?

In addition to the SBA required documentation for payroll calculations, we will require business documentation for which details can be [found here](#).

How do I know if my business is eligible?

Receipt of the email and application link from our Relief Center is not a representation of your eligibility.

We recommend you consult with your accountant or other tax professional and / or reference our Loan Matrix and the SBA guidance to determine and confirm your business' eligibility for each type of available PPP loan.

As an example, here are the basic (not fully comprehensive) elements of a **Second Draw**, but additional details are in the [Loan Matrix](#):

- Second Draw PPP Loans will be capped at \$2 million.
- Loan amounts are 2.5x monthly payroll
- If your business is categorized as **Accommodation & Food Services (NAICS begins with 72)** you may be **eligible for 3.5x monthly payroll (2019 or 2020)**.
- Businesses must have ≤ 300 employees.
- Businesses must show a 25% decrease in revenue for any 2020 quarter versus same quarter in 2019 (a borrower may use 2019 annual vs 2020 annual as well).
- Businesses must have used or will use all funds from their first PPP loan.

Should I apply for a Second Draw (a new second PPP loan) with the same lender that I received my 2020 PPP loan from?

This is not a requirement, however it might simplify the process by requiring less documentation if you plan to use the same 2019 payroll amounts as you did for the 2020 PPP loan. If you choose to seek a Second Draw from a different bank, like MB&T just be prepared to provide necessary documentation (see Loan Matrix for details), and have the SBA loan number for your 2020 PPP loan on hand.

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Do I need to go to my original PPP lender for a Modified First Draw?

Yes.

Do I need to go to my original PPP lender to apply for Forgiveness?

Yes, you must apply for Forgiveness through the financial institution that issued your first / original PPP loan.

Do I need to have applied for PPP Forgiveness in order to apply for a Second Draw or Modified First Draw?

No. In fact the SBA is streamlining the Forgiveness Program, including a simplified process for loans \leq \$150,000. We are still awaiting revised guidance on the retroactive changes to this program and are advising borrowers to hold off on applying for Forgiveness until the new guidance is issued. While there is an option to apply for Forgiveness through our online PPP portal, MB&T has temporarily paused our program as we await guidance and focus our attention on securing as much funding as possible for our communities in this new round of PPP.

Will loan approval be automatic?

Unlike the 2020 program, there will be **NO REAL TIME approvals** in this round. The SBA has stated it could take a few days to review and provide loan approval after the financial institution submits an application, and that they reserve the right to ask additional questions of the borrower, through the lender, at any time.

How long will it take to receive funds once the loan is approved?

Once your loan is approved, funds must be disbursed to you **within 10 calendar days of loan approval**. Our strong preference is to disburse funds into a MB&T deposit account, and we can help you open one for this purpose. If for some reason that is not possible within the 10 calendar day requirement, we will arrange for disbursement by a Cashier's Check which you will need to come to a branch to physically obtain.

Do you need to use an Agent to apply for this program?

No. The application and required documentation should be straightforward enough for a business owner to complete, and our Relief Center team and Relationship Managers are happy to help and answer any questions you may have. We will **not pay Agents for assistance they may provide an applicant** in obtaining a PPP loan.

Where can I find additional details?

The most up to date information is often found on the [U.S. Treasury](https://www.treasury.gov) website. We will also continue to update our website with any changes as we receive them.