September 14, 2020

The Honorable Nancy Pelosi The Honorable Kevin McCarthy

Speaker Republican Leader

The Honorable Steny Hoyer The Honorable Steve Scalise

Majority Leader Republican Whip

The Honorable Nydia Velasquez

The Honorable Steve Chabot

Chairwoman Ranking Member

House Committee on Small Business

House Committee on Small Business

Dear Speaker Pelosi, Leader Hoyer, Leader McCarthy, Whip Scalise, Chairwoman Velasquez and Ranking Member Chabot:

On behalf of the undersigned organizations, we write to convey our strong support for the Paycheck Protection Program Small Business Enhancement Act (H.R.7894). This bi-partisan bill would provide critical help for the small businesses and organizations which continue to face unprecedented challenges as they fight to survive and recover from the ongoing COVID-19 crisis. We respectfully urge Congress to promptly enact the provisions set forth in this bill. To this end, we ask the House Committee on Small Business to include H.R. 7894 in an upcoming markup hearing with the ultimate goal of these provisions being signed into law.

If enacted, the Paycheck Protection Program Small Business Enhancement Act would:

- Provide businesses that have experienced a reduction in gross receipts of more than 20% as compared to last year with the opportunity to apply for a second Paycheck Protection Program (PPP) loan;
- Allow 501(c)(6) nonprofits, like local chambers and trade associations, to receive PPP loans for the first time;
- Permit business to use PPP loan funds on protective equipment and COVID-19 testing expenses;
- Allow businesses to receive their regular tax deductions for eligible expenses paid with PPP loan funds;
- Provide PPP lenders with a robust safe harbor from liability for the statements and representations of borrowers; and
- Allow automatic forgiveness for loans under \$150,000 while maintaining the ability of SBA to audit those loans for compliance.

America's small businesses and the 501(c)(6) nonprofits that support them will be essential to stabilizing and rebuilding our economy. The Paycheck Protection Program Small Business

Enhancement Act would provide these entities with critical funding which they will surely need to help shoulder this enormous task.

We thank you for your consideration of this matter and stand ready to provide any additional information or support that may be required to help enact these commonsense provisions.

Sincerely,

American Pet Products Association

American Subcontractors Association

Commercial Food Equipment Service Association

DHI – Door Security & Safety Professionals

Electronics Representatives Association

Foodservice Consultants Society International

Global Cold Chain Alliance

Independent Community Bankers of America

Independent Electrical Contractors

International Franchise Association

National Association of the Remodeling Industry

National Association of Truckstop Operators

National Electrical Contractors Association

National Marine Distributors Association

National Ready Mixed Concrete Association

National Small Business Association

NFIB

North American Association of Food Equipment Manufacturers

Outdoor Power Equipment and Engine Service Association

Pet Industry Distributors Association

Petroleum Marketers Association of America

Promotional Products Association International

Saturation Mailers Coalition

Secondary Materials and Recycled Textiles Association

Small Business Council of America

Small Business Legislative Council

Society of American Florists

Specialty Equipment Market Association

Specialty Tools and Fasteners Distributors Association

Tire Industry Association

Transportation Intermediaries Association

U.S. Chamber of Commerce

United Veterinary Services Association

Vacation Rental Management Association