

DEANDORTON

*Insights*



## **It's here! The Main Street Lending Program - Relief for Small and Mid-Sized Businesses**

On April 9, 2020, the Federal Reserve announced the establishment of the Main Street Lending Program (the Program), which provides new borrowing opportunities for support of small and mid-sized businesses. We previously provided an overview of the basic aspects of the new loan program, as described in the Coronavirus Aid, Relief, and Economic Security (CARES) Act.

The Program includes two types of loans: the Main Street New Loan and the Main Street Expanded Loan. The New Loan is the name for loans originating on or after April 8, 2020. The Expanded Loan is for loans that originated before April 8, 2020. Under the Expanded Loan an eligible borrower may increase their existing outstanding loan amount (referred to as the "incremental loan"). Businesses that have obtained loans under the SBA's Paycheck Protection Program are eligible to receive loans under these new facilities.

Yesterday's press release highlighted the terms and expanded eligibility of the Program. The Federal Reserve and Secretary of the Treasury have the authority to make adjustments to the terms and conditions of the Program going forward.

We will continue to monitor for updates and provide additional information when available. A summary of the current loan terms and eligibility requirements can be found at the link below:

[Read more →](#)

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