

Accounting for the SBA Paycheck Protection Program (PPP)

Below is an example of the entries necessary to record your PPP loan activities.

Assumptions:

Loan amount:	\$100,000
Amount of loan forgiven:	90,000
Interest on amount not forgiven:	100
Repayment of principle and interest:	10,100

1101	Parish Main Checking	\$100,000	
1212	Parish Notes Payable to Others		\$100,000
	To record PPP loan		
1212	Parish Notes Payable to Others	\$ 90,000	
1467.03	Other Receipts		\$ 90,000
	To record PPP loan forgiven		
1212	Parish Notes Payable to Others	\$ 10,000	
1582	Parish Interest Paid on Loan to Others	100	
1101	Parish Main Checking		\$ 10,100
	To record PPP loan payment		