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## FRB LENDING FACILITIES

The Federal Reserve (Fed) has deployed its emergency lending powers in announcing a new round of lending facilities that would add \$2.3 trillion to the Fed's capacity to support the economy during the pandemic.

Among the new facilities, are the following:

- **MAIN STREET LENDING PROGRAM** (New Loan Facility and Expanded Loan Facility):

These two Fed facilities will purchase up to \$600 billion in loans for companies with up to 10,000 employees or revenues of up to \$2.5 billion. The Fed will purchase 95 percent participations in eligible loans of at least \$1 million from U.S. depository institutions, bank holding companies and S&L holding companies. The term sheets for these loan facilities may be viewed at:

[Term Sheet: Main Street New Loan Facility \(PDF\)](#)

[Term Sheet: Main Street Expanded Loan Facility \(PDF\)](#)

- **PAYCHECK PROTECTION PROGRAM** (PPP Lending Facility):

The Fed will lend to PPP lenders on a non-recourse basis, with Small Business Administration PPP Loans as collateral at face-value. The PPP term sheet may be viewed at: [Term Sheet: Paycheck Protection Program Lending Facility \(PDF\)](#).

**The foregoing Compliance Update is for informational purposes only and does not constitute legal advice. As a reminder, the NBA general counsel is the attorney for the Nebraska Bankers Association, not its member banks. The general counsel is available to assist members with finding resources to help answer their questions. However, for specific legal advice about specific situations, members must consult and retain their own attorney.**