

Former section number	New part 120 number for loan provisions	Action(s) (Note: all sections were renumbered and moved, or deleted)	Extent of policy change, if any; comments on action(s)
120.104-2(a)(2) .....	N/A .....	Deleted .....	Major policy change; deleted from the Act. Provision eliminated by statute (and had never been implemented by SBA).
120.104-2(a)(3) .....	N/A .....	Deleted .....	
120.104-2(b) .....	120.221(e)(f) .....	Rewritten .....	No policy change.
120.104-2(c) .....	120.221(b) .....	Rewritten .....	No policy change.
120.104-2(d) .....	120.222 .....	Revised .....	No policy change.
120.104-2(e)(1) .....	120.222 .....	Revised .....	No policy change.
120.104-2(e)(2) .....	120.221(a) .....	Revised .....	No policy change.
120.104-2(e)(3) .....	120.223(a), 120.222(e), 120.221(d) .....	Revised .....	No policy change.
120.104-2(e)(4) .....	120.222(c) .....	Rewritten .....	No policy change.
120.104-2(f) .....	120.195 .....	Rewritten .....	No policy change—Clarified that does apply to 504 loans. See Note 8.
120.105 .....	120.176 .....	Rewritten; consolidated .....	No policy change. Note that recent regulatory additions appear in 120.171 and 174. More guidance can be found in SOP.
120 Appendix A .....	N/A .....	Deleted .....	No policy change. Terms of the agreement are in effect. Agreement will appear in SOP or other policy material.
122.1 .....	120.1 .....	Combined .....	No policy change.
122.2 .....	N/A .....	Deleted .....	No policy change.
122.3-1 .....	120.180 .....	Consolidated .....	No policy change.
122.3-2 .....	N/A .....	Deleted .....	No policy change.
122.4 .....	120.176 .....	Consolidated .....	No policy change.
122.5-1 .....	120.101 .....	Revised; combined .....	No policy change.
122.5-2 .....	120.191 .....	Revised .....	No policy change.
122.5-3 .....	120.101, 120.190(d) .....	Consolidated; rewritten .....	No policy change.
122.5-4 .....	120.192 .....	Rewritten .....	No policy change.
122.5-5 .....	120.192 (definition.) .....	Revised .....	No policy change.
122.6-1(a)(b) .....	120.212 .....	Revised .....	No policy change.
122.6-2 .....	120.530 .....	Moved; revised .....	No policy change.
122.6-3, Part 131 .....	120.532-535 .....	Moved; combined; revised .....	No policy change.
122.7 .....	120.151 .....	Rewritten .....	No policy change.
122.7-1 .....	120.211(a)(b) .....	Revised .....	No policy change.
122.7-2 .....	120.211(c) .....	Rewritten .....	Reference to District Director's authority to make exceptions will be in SOP.
122.7-3 .....	120.151 .....	Rewritten .....	No policy change.
122.7-3(a) .....	120.210(a) .....	Revised .....	Minor policy change; increase approval will be by AA/FA.
122.7-3(b) .....	120.210(b) .....	Revised .....	No policy change.
122.7-3(c) .....	120.210(c) .....	Revised .....	No policy change.
122.8-1 .....	120.213(b) .....	Revised .....	No policy change.
122.8-2 .....	120.213(b) .....	Revised .....	No policy change.
122.8-3 .....	120.213(a) .....	Revised .....	No policy change.
122.8-4 .....	120.214 .....	Rewritten .....	No policy change.
122.8-4(a) .....	120.214(a) .....	Rewritten .....	No policy change.
122.8-4(b) .....	120.214(a) .....	Rewritten .....	No policy change.
122.8-4(c) .....	120.214(b) .....	Revised .....	Clarifies that movement in amount of loan must equal movement in base rate.
122.8-4(d) .....	120.214(c) .....	Moved .....	No policy change.
122.8-4(e) .....	120.214(d) .....	Moved .....	No policy change.
122.8-4(f) .....	120.214(e) .....	Moved .....	No policy change.
122.8-4(g) .....	120.214(f) .....	Rewritten .....	No policy change.
122.8-4(h) .....	120.214(g) .....	Revised .....	No policy change.

The following chart lists additions to Part 120:

Section number	Subject matter covered	Section number	Subject matter covered
120.110(r)	Prohibition for businesses engaged in political and lobbying activities.	120.171 ...	Compliance with Child Support Obligations as a condition of an SBA loan.
120.110(o)	Prohibition for businesses engaged in pornographic or sexually-oriented (non-medical) activities. See Note 1 below.	120.174 ...	Earthquake hazards notice.
		120.190 ...	Where a business applies for a loan.
		120.193 ...	Use of computer generated forms.

Note 1. SBA often receives eligibility questions from Borrowers and Lenders. In the

proposed rule, SBA has attempted to delineate clearly and succinctly the businesses that are ineligible for SBA financial assistance. In particular, SBA field offices, loan applicants, Lenders, development corporations and other SBA intermediaries have requested guidance concerning the eligibility of businesses which may be engaged in religious activities. After consulting with the Department of Justice, SBA proposes to provide such guidance through these new regulations.

The present regulation states that churches and religious organizations are ineligible for SBA financial assistance. It does not specify