

CARES Act

ERTC EMPLOYEE RETENTION TAX CREDIT

The Employee Retention Tax Credit, or ERTC, is one of many tax provisions included in the CARES Act to encourage small businesses to keep employees on staff instead of furloughing or laying them off. The credit is equal to 50% of qualified wages paid to an employee between March 12, 2020 and Jan. 1, 2021, including qualified health plan expenses. The maximum amount of qualified wages that can be claimed is \$10,000, which means the maximum credit for any one employee is \$5,000.

The ERTC is fully refundable, and it is applied to the portion of payroll taxes paid by the employer. The IRS has developed a plan to allow eligible businesses to receive an advance payment on their credit via 941 tax liability and/or filing form 7200. This is designed to alleviate liquidity concerns held by many businesses claiming the ERTC.

3/13/2020- 12/31/2020

- 50% credit on up to 10k in qualified wages and allowable medical per EE
- 100 or less EEs - qualified wages = Any Paid
- 100 or more EEs - only on wages paid to EEs not working
 - Cannot use if doing PPP
 - Cannot take credit against FFCRA wages
 - ER must be fully or partially shut down or significant decline in sales

	A	B	C	D	E	F	G	H
1	CARES Act Employee Retention Credit Report							
2	STEPHY: Stephanie Young Test Company							
3	Stephanie Young Test Company							
4	Bi-weekly							
5	From: 4/1/2020 to 5/1/2020							
6	Company	Pay Group	Pay Date	Total Wages	Total Health	Total	Total Qualified	Available Credit
7	Stephanie Young Test Company	Bi-weekly	5/1/2020	500.00	0.00	500.00	500.00	250.00
8	REPORT TOTALS			500.00	0.00	500.00	500.00	250.00
9								
10								

Navigation: Pay Group Summary | Employee Summary | Employee Detail | +

iSolved reporting will keep track of full credit owed

