



Employee Retention Tax Credit

Decline in revenue and government shutdown leads to ERTC eligibility for hotels.



ERTC Breakdown

\$233K

ERTC 2020

+

\$394K

ERTC 2021

=

\$627K

ERTC Credit

About Arvo

We help businesses across the United States grow their bottom lines by maximizing the Employee Retention Tax Credit (**ERTC**). With the combination of our tax experts, industry-leading support and superior tax credit technology, we've helped businesses claim over tax credits and more importantly, help their employees stay employed.

The Challenge

Government restrictions lead to decline in profits

Due to the decline in travel early in the COVID-19 pandemic, a hotel had significant decline in gross receipts. In addition, the restaurant on premises was subject to restrictions in service because of government mandates.

The Problem

Confusion around ERTC eligibility and PPP

As the COVID-19 crisis evolved, rule changes in the ERTC program and the required coordination with PPP loan forgiveness made it unclear whether the hotel including the restaurant qualified for the ERTC. There was additional confusion around the period for which they may qualify and whether claiming it would negatively impact their PPP loan forgiveness

The Solution

Arvo identified eligibility due to the impact of COVID

After talking with the tax experts at Arvo, the hotel and restaurant owner discovered that they were eligible for the ERTC as a result of experiencing a partial shutdown due to government mandates within the restaurant along with a decline in gross receipts from the hotel.

These together maximized their ERTC. In total, the hotel & restaurant claimed \$939K in PPP loans and \$627K in ERTC through the second quarter of 2021.

\$627K
ERTC Credit Claimed