



# Employee Retention Tax Credit

Government restrictions lead to ERTC eligibility for a restaurant



## Total Credit Breakdown

**\$575K**

PPP Loans

+

**\$475K**

ERTC

=

**\$1M+**

Total Credits

## 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 revenue

A restaurant was initially subject to closure, then allowed to provide outdoor dining, followed by indoor dining with capacity restrictions. The owners maintained revenue levels near pre-pandemic numbers after adjusting their business model for greater reliance on food delivery

## The Problem

Confusion around eligibility having claimed 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 restaurant qualified for the ERTC, for what period of time they qualified, and whether claiming it would negatively impact their PPP loan forgiveness.

## The Solution

Arvo identified eligibility due to COVID-19

After talking with the tax experts at Arvo, the restaurant discovered they were eligible for the ERTC and could optimize the credit with the PPP loan. In total, the restaurant claimed \$575K in PPP loans and **\$475K** in ERTC through the second quarter of 2021.

**\$475K**

ERTC Credit Claimed