PPP and the Employee Retention Credit

The government recently loosened regulations allowing us to claim **both** the PPP and the Employee Retention Credit. This credit is worth up to $5,000 per employee in 2020, more in 2021. In order to qualify for the credit, you only need to have paid wages (including owners) while your business was operating under a full or partial government shut down. If you operate a business in California, you likely qualify! You DO NOT need to show a reduction of gross receipts of 50% in 2020 to qualify for this credit as that is only one of the two pathways to qualify for the credit – the second, and more powerful pathway for our clients, is to demonstrate that your business was subject to a full or partial government ordered shutdown. MUN CPAs is available to help calculate and capture this credit.

For more information, email Lou Catalano: lpc@muncpas.com