

**Employee Retention Credit (ERC)
Summary for the TRCS Board**

Please see attached flier describing the ERC. Our back office, Charter School Management Corporation (CSMC), has been working with the firm Strategic Tax Planning to identify how much ERC their charter schools are eligible for. I engaged in the process and worked with CSMC to identify our ERC.

The table below summarizes the anticipated credit that Three Rivers would receive based on our experience during the Covid-19 school closure and distance learning period in 2020 and 2021.

If approved by the board, Strategic Tax Planning would complete the process and submit to the IRS. They charge a fee seen in the Fee Options table below.

TRCS Anticipated Employee Retention Credit:

Employee Retention Credit (ERC)					
2020 Quarterly ERC		Previously Claimed	2021 Quarterly ERC		Previously Claimed
2020 Q1*	\$ 11,000.00	N/A	2021 Q1	\$ 62,000.00	N/A
2020 Q2	\$ 50,000.00	N/A	2021 Q2	\$ 70,000.00	N/A
2020 Q3	\$ 1,000.00	N/A	2021 Q3	\$	N/A
2020 Q4	\$ 12,000.00	N/A	2021 Q4	\$ -	N/A
2020 Total:	\$ 74,000.00	\$ -	2021 Total:	\$ 132,000.00	\$ -
Total ERC Refund Claim:					\$ 206,000.00
*2020 Q1 ERC Claimed on 2020 Q2 Return					

The figures in 2020 may shift between quarters as we maximize and finalize your eligibility to the penny. This is due to the 2020 credit being limited for the full year instead of by quarter.

Eligibility Summary:

- Total Eligibility: 03/19/2020 - 06/30/2021
- Government Mandate Test: 03/19/2020-06/17/2021
- Gross Revenue Decline Test: 01/01/2021-06/30/2021

Fee Options:

Deferred Payment	20% Discount	Advanced Payment	
206,000		206,000	Gross Credit
35,000	(7,000)	28,000	Fee
171,000		178,000	Net Credit