

## Revenue-Based PPP Forgiveness Examples

For Illustration Only - Discuss with Your Accountant

Total Amount of Gross Income (from IRS Form 1040, Schedule C, Line 7)	Tax Year Used for Gross Income	Number of Employees (including owners and affiliates, if applicable; may not exceed 300 unless "per location" exception applies):
\$	<input type="checkbox"/> 2019 <input type="checkbox"/> 2020	

If you do not have any employees (other than owners), complete this table:

A. Your gross income amount from 2019 or 2020 IRS Form 1040, Schedule C, line 7	\$	B. Divide A by 12 (if more than \$8,333.33, enter \$8,333.33):	\$	x 2.5 (or x 3.5 for NAICS 72 applicants) (may not exceed \$2,000,000):	\$
---	----	--	----	--	----

If you have employees (other than owners), complete this table:

A. Your 2019 or 2020 IRS Form 1040, Schedule C, line 7 amount, minus the sum of line 14, line 19, and line 26:	\$	B. Divide A by 12 (if more than \$8,333.33, enter \$8,333.33):	\$	C. Average Monthly Payroll for Employees (not including owners)	\$
<b>Add B and C:</b>	\$	<b>x 2.5 (or x 3.5 for NAICS 72 applicants) (may not exceed \$2,000,000):</b>	\$		

Schedule C Expenses

Line 14	Employee Benefits Programs
Line 19	Pension & Profit Sharing Plans
Line 26	Wages

		Forgiveness (Grant) Eligibility		
		Old Income PPP Formula	New Revenue PPP Formula	Max
<b>Scenario 1</b>			2.5x or 3.5x Revenue/12(capped at \$8333)	
Sole proprietor or LLC with no employees. Had gross income (revenue: 2019 or 2020) of \$80,000 (Sch C, line 7) but reported a loss for business (Sch C, line 31)	Non-Restaurant	\$0	\$16,667	\$20,833
	Restaurant	\$0	\$23,333	\$29,167
<b>Scenario 2</b>			Capped at Max	
Sole proprietor or LLC with no employees. Had gross income (revenue: 2019 or 2020) of \$150,000 (Sch C, line 7) and reported a profit of \$20,000 for business (Sch C, line 31)	Non-Restaurant	\$4,167	\$20,833	\$20,833
	Restaurant	\$5,833	\$29,166	\$29,167
<b>Scenario 3</b>			Owner Element Added to Employee Wages	
Sole proprietor or LLC with 3 employees. Had gross income (revenue: 2019 or 2020) of \$250,000 (Sch C, line 7), paid \$120,000 in wages and benefits to employees, and reported a profit of \$20,000 for business (Sch C, line 31)	Non-Restaurant	\$25,000	\$45,833	
	Restaurant	\$35,000	\$64,166	