

# S & C Corp. Calculator

PPP Second Draw

#### Items needed to verify the calculation

- IRS FORM 941 and State and Quarterly Wage Unemployment Insurance
  - Or Equivalent Payroll Processor Records
- Payroll Statement or similar documentation from the pay period that covered Feb 15, 2020 to establish you were in operation on February 15, 2020
- Filed Business Tax Returns IRS Form 1120 or 1120S or other documentation to verify information listed below if used to calculate payroll amount
  - Retirement or Group Health
  - Life Insurance
  - Disability Insurance
  - Vision and/or Dental Insurance

### YOU CAN CHOOSE EITHER 2019 OR 2020 FOR YOUR ITEMS BELOW YOU MUST USE THE <u>SAME</u> YEAR FOR ALL ITEMS

			PAYROLL - IRS FORM 941 LINE 5 C - COLUMN 1 FOR ALL QUARTERS IN YEAR	5 C - COLUMN 1 FOR ALL QUARTERS IN YEAR				
	+							
		PRE-TAX EMPLO	YEE CONTRIBUTIONS FOR HEALTH INSURANCE OR OTHER FRINGE BENEFITS EXCLUDED FROM TAXABLE MEDICARE WAGES AND TIPS					
		MINUS ANY AMO	UNT PAID TO AN INDIVIDUAL EMPLOYEE IN EXCESS OF \$100,000 AND ANY EMPLOYEE WHOSE PRINCIPAL RESIDENCE IS OUTSIDE OF THE UNITED STATES					
+								
	EMPLOYER CONTRIBUTIONS FOR EMPLOYEE GROUP HEALTH, LIFE, DISABILITY, VISION, AND DENTIAL INSURAN PORTION OF IRS FORM 1120 LINE 24 OR 1120-S LINE 18 ATTRIBUTABLE TO THESE CONTRIBUTIONS							
	+							
			EMPLOYER RETIREMENT CONTRIBUTIONS IRS FORM 1120 LINE 23 OR 1120-S LINE 17					
+								
EMPLOYER STATE			8 LOCAL TAXES ASSESSED ON EMPLOYEE COMPENSATION, PRIMARILY STATE UNEMPLOYMENT INSURANCE. LOCATED ON STATE QUARTERLY WAGE REPORTING FORMS					
			ANNUAL ELIGIBLE PAYROLL COST					
	/12		DIVIDE BY 12 MONTHS					
			AVERAGE MONTHLY PAYROLL TO ENTER ON APPLICATION					
	x 2.5 or 3.5		3.5 IS FOR ACCOMMODATION AND FOOD SERIVCE ONLY					
			LOAN REQUEST AMOUNT TO ENTER ON APPLICATION					

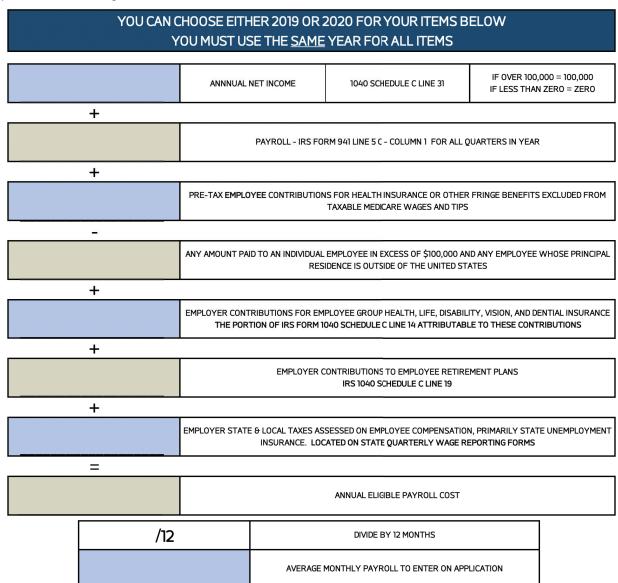
Please note: this tool sheet is for estimation calculations only.



## Self Employed with Employees

#### Items needed to verify the calculation

- 1040 Schedule C Used to Calculate (2019 or 2020)
- IRS FORM 941 and State & Quarterly Wage Unemployment Insurance or equivalent payroll processor records
- Payroll Statement or similar documentation from the pay period that covered Feb 15, 2020 to establish you were in operation on February 15, 2020
- Documentation of any of the below if used to calculate payroll amount.
  - Retirement or Group Health
  - Life and/or Disability Insurance
  - Vision and/or Dental Insurance



Please note: this tool sheet is for estimation calculations only.



## Self Employed - No Employees

### Directions to complete payroll calculation:

**Step 1**: Find your 2019 or 2020 IRS Form 1040 Schedule C line 31 net profit amount.

- If this amount is over \$100,000, reduce it to \$100,000.
- If this amount is zero or less, you are not eligible for a PPP loan.

Step 2: Calculate the average monthly net profit amount (divide the amount from Step 1 by 12).

Step 3: Multiply the average monthly net profit amount from Step 2 by 2.5

**Note:** Multiply by 3.5 if your business is in the Accommodation and Food Services sector (NAICS Code 72) AND the business activity code reported on your most recent IRS Form 1040 Schedule C line B begins with 72 Multiply by 3.5.

#### Items needed to verify the calculation

- 1040 Schedule C Used to Calculate (2019 or 2020)
- 1099 Forms (2019 or 2020)
- Bank statement, invoice, or Book of Record establishing you were in operation on Feb. 15, 2020

	2019 or 2020 Net Income	1040 Schedule C Line 31	IF OVER 100,000 = 100,000 IF LESS THAN ZERO = ZERO
/12	DIVIDE BY 12 MONTHS		
	AVERAGE MONTHLY PAYROLL TO ENTER ON APPLICATION		
x 2.5 or 3.5	3.5 IS FOR ACCOMMODATION AND FOOD SERIVCE ONLY		
	LOAN REQUEST AMOUNT TO ENTER ON APPLICATION		