

### **Employee Retention Tax Credit (ERTC), Expanded and Extended**

- The tax credit, which was established in the CARES Act, is extended through June 30, 2021
- The allowable rate of credit is expanded from 50% to 70%
- The limit on per employee creditable wages increases from \$10,000 for the year, to \$10,000 for each quarter
- The new legislation modifies the threshold for treatment as a 'large employer' by increasing the 100-employee delineation for determining the relevant qualified wage base to employers with 500 or fewer employees.