1. What is RRF?
2. Eligibility
3. Priority Groups
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Restaurant Revitalization Fund
Restaurant Revitalization Fund (RRF)

- The American Rescue Plan Act (ARPA) became public law on March 11, 2021 and established the RRF.
- ARPA appropriated $28.6 billion for RRF, authorizing SBA to award funds.
- The appropriations remain available until expended.
- Funds must be used for eligible expenses no later than March 11, 2023.
- SBA may provide funding up to $5 million per location, not to exceed $10 million total for your and any affiliated businesses you may have.
- Minimum award is $1,000.
Eligibility
Eligible Types of Organizations

- C-Corporations*
- S-Corporations*
- Partnerships
- Limited Liability Companies
- Sole Proprietors
- Self-Employed Individuals*
- Independent Contractors
- Tribal Businesses
- LLC taxed as S-Corporations, or Sole Proprietors

*B-Corporations are eligible, but they will select either C-Corp or S-Corp on the application, depending on how they are taxed

* Refer to your tax return to see self-employed vs. sole proprietor distinction
<table>
<thead>
<tr>
<th>Eligible Entities</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Restaurants</td>
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<tr>
<td>• Food stands, food trucks, food carts</td>
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<tr>
<td>• Caterers</td>
</tr>
<tr>
<td>• Bars, saloons, lounges, taverns</td>
</tr>
<tr>
<td>• Snack and nonalcoholic beverage bars (e.g., coffee shops, ice cream shops)</td>
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<tr>
<td>• Licensed facilities or premises of a beverage alcohol producer where the public may taste, sample, or purchase products</td>
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<tr>
<td>• Other similar places of business in which the public or patrons assemble for the primary purpose of being served food or drink.</td>
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The entities below must have onsite sales of food or beverage to the public that comprise at least 33% of gross receipts.

• Bakeries
• Breweries and/or microbreweries
• Wineries and distilleries
• Inns
State or local government-operated business;

As of March 13, 2020, owns or operates (together with any affiliated business) more than 20 locations, regardless of whether those locations do business under the same or different names or are in different industries;

Has a pending application for or has received a Shuttered Venue Operators Grant;

Is a Publicly-Traded Company;

Is permanently closed;

Is a Nonprofit organization;

Is not eligible for funding of at least $1,000
If you are operating under an approved plan of reorganization, under either a Chapter 11, Chapter 12 or Chapter 13 bankruptcy and meet all program requirements then you are eligible. If you temporarily closed your doors due to state or local restrictions or other pandemic causes but are still in operation or have re-opened you are eligible.

You are not eligible if you have:
- Permanently closed;
- Filed a Chapter 7 liquidation bankruptcy; or
- Filed for either a Chapter 7 or Chapter 11, 12, and 13 bankruptcy but are not under an approved plan of reorganization.
Who is Eligible? – Franchises

• Any business that is a franchise and meets all other program requirements is eligible. The franchise must be listed on the SBA Franchise Directory so you can look up your company when you’re in the portal applying.

• If you would like to be included in the SBA Franchise Directory please send an email to franchise@sba.gov with your franchise agreement and documents.
Cross Program Eligibility

<table>
<thead>
<tr>
<th>RRF recipient</th>
<th>Paycheck Protection Program Applicant</th>
<th>Shuttered Venue Operators Grant Applicant</th>
<th>COVID-19 EIDL Applicant</th>
<th>Restaurant Revitalization Fund Applicant</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>PPP loans received by the RRF applicant will affect the applicant’s funding calculation</td>
<td>Entities that have a pending application for or received an RRF are not eligible to apply for Shuttered Venue Operators Grants</td>
<td>May apply for EIDL and RRF</td>
<td>The same business cannot apply for RRF more than once</td>
</tr>
</tbody>
</table>

- You do **not** need to be registered in SAM.gov, and SBA will **not** require a DUNS or CAGE identifier
- Valid unexpired ITINs are acceptable
- [Individual Taxpayer Identification Number | Internal Revenue Service (irs.gov)]
- [ITIN expiration FAQs | Internal Revenue Service (irs.gov)]
What Happens if I Have a PPP Loan or SVO Grant?

PPP Funds will be subtracted from your final funding amount.

You will be verified using the EIN, ITIN, or SSN associated with your PPP loan.

If you received a PPP loan, you must use the same EIN number for your RRF application that you used for your PPP application.

If you applied for PPP loans using different EINs you must provide all EINs that you utilized.

When you apply for RRF, you must withdraw any outstanding PPP application.

For SVOG – You cannot have a pending application for or have received the SVO grant.
Priority Groups
Priority Groups

• **Priority Period: Days 1-21** - Only applications from businesses owned by women, veterans, and socially and economically disadvantaged Applicants will be funded during this period.

• **Day 22**: All eligible applications will be processed and funded until program funds are exhausted.
Priority Groups Definitions

• A business concern that is at least 51 percent owned and the management and daily business operations of the applicant are controlled by one or more individuals who are:
  • Women
  • Veterans
  • Socially and Economically Disadvantaged
• Applicants must self-certify on the application that they meet eligibility requirements
Priority Group Definitions

• **Socially disadvantaged individuals** are those who have been subjected to racial or ethnic prejudice or cultural bias because of their identity as a member of a group without regard to their individual qualities.

• **Economically disadvantaged individuals** are those socially disadvantaged individuals whose ability to compete in the free enterprise system has been impaired due to diminished capital and credit opportunities as compared to others in the same business area who are not socially disadvantaged.
You will be disqualified if you re-organization your business for purposes of qualification for the priority period.
Scenarios
How Much Do I Apply For? – Scenario 1

If you’re in operation prior to or on January 1, 2019 use the formula below.

2019 Gross Receipts \( \times \) \[ \frac{2020 \text{ Gross Receipts}}{2019 \text{ Gross Receipts}} \] = PPP Loan Amounts = Your Total Amount
How Much Do I Apply For? - Scenario 2

If you began operations partially through 2019* use the calculation below.

Average 2019 monthly gross receipts × 12 = 2020 gross receipts = PPP Loan Amounts = Your Total Amount

*If you began operations partially in 2019 you may choose to use calculation 2 OR calculation 3. However, calculation 3 could require longer processing times.
How Much Do I Apply For? - Scenario 3

If you began operations on or between January 1, 2020 and March 10, 2021 and have not yet opened but have incurred eligible expenses as of March 11, 2021* use the calculation below.

*If you began operations partially in 2019 you may choose to use calculation 2 OR calculation 3. However, calculation 3 could require longer processing times.
How Much Do I Apply For? - Scenario 4

If you operate multiple locations using different calculations...

- You may calculate funding amounts for their locations using separate calculation methods and then aggregate the amounts together.

- The aggregated funding amount is limited to $5 million per location and $10 million for the Applicant and its Affiliates.
What Can I Exclude From 2020 Gross Receipts?

First Draw PPP Loan or Second Draw PPP Loan received in 2020 and/or 2021

SBA Section 1112 payments;

SBA Economic Injury Disaster Loan (EIDL) loan, EIDL Advance, Targeted EIDL Advance or any other grant funds received via CARES Act;

Any state and local business grants;

Randolph-Sheppard Act Financial Relief and Restoration Payments (FRRP) Appropriation
Applying & Documents Needed
How Do I Apply?

**Website**
- Directly through the SBA Platform at [restaurants.sba.gov](http://restaurants.sba.gov)

**Point-of-Sale Vendor (POS)**
- SBA is actively looking to partner with more POS providers.

**By Phone**
- [844] 279-8898. Telephonic applications will take longer.
What Documents Do I Need In Order To Apply?

- **Application:** SBA Form 3172, completed, initialed, and signed.

- **Verification of Tax Information:** IRS Form 4506-T, completed and signed by Applicant.

- **Gross Receipts Documentation:** Any of the following documents demonstrating gross receipts and, if applicable, eligible expenses:
  - Business tax returns (IRS Form 1120 or IRS Form 1120-S);
  - IRS Form 1040 Schedule C; IRS Form 1040 Schedule F;
  - For a partnership: partnership's IRS Form 1065 (including K-1s);
  - Bank statements;
  - Externally or internally prepared financial statements such as Income Statements or Profit and Loss Statements;
  - Point of sale report(s), including IRS Form 1099-K.
How Do I Get Help Applying?

Call center hotline 1-844-279-8898

Local SBA District Office (www.sba.gov/local-assistance)

Help is available in multiple languages.
You must certify that current economic uncertainty makes the funding request necessary to support ongoing or anticipated operations.
Best Practices

1. Provide complete documentation!
2. Leverage your resources!
3. Make sure the information is correct!
4. If you intend to apply for PPP, complete that application before your application to RRF.

If you require corrections to be made you will need to contact the call center hotline at (844) 279-8898. The SBA cannot make corrections on your behalf.
Use of Funds
How Can I Use the Funds?

Eligible Business Expenses

- Payroll costs (including sick leave)
- Utility payments
- Maintenance expenses
- Supplies & supplier costs
- Food and beverage expenses
- Construction of outdoor seating
- Payments on any business mortgage obligation and/or debt
- Business operating expenses (insurance, marketing, fees, licenses, legal, POS equipment, etc.)
By When Do I Have to Use the Funds?

- The funds must be spent on expenses that were/are incurred between February 15, 2020 and March 11, 2023.
- If the business permanently closes after receiving funds, the covered period will end when the business permanently closes or on March 11, 2023, whichever occurs sooner.
- Any funds not spent on eligible expenses by the time the covered period ends must be returned to the government.
Use of Funds Assessment - After the total awarded funds have been exhausted, you must provide a detailed expenditure report and certification for the required period.

Until You Complete the Use of Funds Assessment, beginning December 2021 you are required to provide self-reported unaudited data detailing use of distributed funds each year through 2023.

SBA will provide additional guidance that outlines the detailed reporting requirements and procedures in the coming weeks.
Important Contact Information

For Additional Information on our RRF Program:

- www.sba.gov/restaurants
- Call center hotline at (844) 279-8898

To Locate Our SBA Office & Resource Partners

- www.sba.gov/local-assistance

For Additional SBA Covid-19 Relief Information

- www.sba.gov/relief
Stay Connected with the SBA!

Facebook
- Facebook.com/SBAgov

Twitter
- @SBAgov

Join Our Newsletter!
- www.sba.gov/updates
Thank You!
Thank you!

Jo Ann Lawrence
Deputy District Director
U. S. Small Business Administration
Louisiana District Office
504-589-6685
jo.lawrence3@sba.gov
504-589-2879
504-256-5293
Restaurant Revitalization Funding Application Sample

• Restaurant Revitalization Funding Application Sample - SBA FORM 3172

• /document/sba-form-3172.restaurant-revitalization-funding-application-sample

• SBA may provide funding of up to $5,000,000 per location (not to exceed $10,000,000 total for the Applicant and any affiliated businesses) for Applicants who meet certain conditions. The minimum award will be $1,000; therefore, applications for less than $1,000 will not be accepted.

• Register at restaurants.sba.gov
Welcome to the Restaurant Revitalization Award Portal

Register and Apply through the SBA
Select this option to begin the application process for a Restaurant Revitalization Award. This portal will help you calculate your eligible award amount, monitor status, and interact with the SBA.

Register to Start Your Application