# Back-to-Work Small Business Hiring and Retention Program

## Overview

The Back-to-Work Small Business Hiring and Retention Program is designed to assist small, locally owned or operated businesses hire and retain employees. The program will fund up to \$10,000 in expenditures for employee hiring/signing bonuses, relocation bonuses for employees that are moving to take an open position, and employee retention bonuses. **Note: There is a cap of \$1,000 per employee**. Up to 25% of the awarded amount can be utilized for other business expenses such as mortgage/rent, utility costs, etc.

### **Anticipated Announcement and Award Dates:**

All applications will be reviewed at the end of the submission period. Applications will be awarded on a first come, first serve basis with an equitable urban and rural distribution. Applications will undergo a peer review process to ensure all documentation is submitted and verified.

#### **Reporting Requirements**

1. Your business may receive a request for information on how the award was utilized (i.e. survey, email, or phone call).

# **Eligibility**

#### **Eliqible Applicants:**

- Small businesses with 5 25 employees
- Owned and operated in the state of Arizona: including franchises with corporate headquarters in other states, but with locally owned franchised establishment.
- Incorporated before January 1, 2020: Intended to ensure that only established businesses are eligible for funding
- Must be renting or leasing a physical location; may not be working from home or remotely as an independent contractor.
- Must be open to the general public and in good standing with the Arizona Department of Revenue.
- Employees that receive a bonus that is funded by this program may not include the business-owner.
- At least 75% of the awarded funds must go to current or new employees in the form of bonuses. There is a cap of \$1,000 per employee. Up to 25% of the awarded funds can go to other business expenditures such as mortgage/rent, utilities, etc.
- Applicants may receive 1 award, up to \$10,000 for eligible expenditures. The \$10,000 of expenditures may be used at multiple locations. Applicants should submit one application -- regardless of the number of locations at which the funds will be.
- Individual applicants that own multiple separate business entities may <u>not</u> apply for multiple grants in excess of \$10,000 per individual owner.

Special considerations for small businesses impacted by wildfire or natural disaster flooding

- Employee cap is increased from 25 to 50
- Up to 100% of the awarded funding can be utilized for non-personnel expenditures

# **Allowable Expenses:**

- Eligible expenditures include: employee hiring/signing bonuses, employee retention bonuses, relocation bonuses, and other business expenses (other business expenses are not to exceed 25% of the total award).
- Eligible expenditures must occur after July 15, 2021

# What an Application Should Include:

Applicants will be required to complete the following sections of the <u>online</u> application:

- Demographic information: Name of Applicant; Name of Business; Address of business including County; Year business was established. Employer or Taxpayer Identification Number (EIN/TIN)
- 2. Business Type (select best possible option)
- 3. Primary Contact Person information (Name, phone and email)
- 4. Number of Full and Part time employees. Note: The application will calculate the Eligible number of employees by counting each Full-time employee as 1 and each Part-time as ½. This number will need to be between the 5-25 full time equivalent (FTE) (or 5-50 for qualified wildfire impacted businesses)
- 5. Amount Requested: Total funds anticipated to hire, rehire, and/or retain employees. Up to \$10,000.
- 6. Are you planning to offer new hire bonuses and/or employee retention incentives? If yes, what are the desired number of employees and the average anticipated bonus/incentive?
- 7. Attestation that the applicant will use the funds to use at least 75% of the funds for employee bonuses and incentives.
- 8. Attestation understanding that there is a maximum cap of \$1,000 per employee
- 9. Attestation that the business maintains and operates a physical location in Arizona.
- 10. Attestation that applicant is in good standing with the Department of Revenue and the Arizona Corporation Commission
- 11. Attestation that the applicant has applied for only one Back to Work Rehire Program Grant, regardless of the number of separate business entities the applicant owns.
- 12. Attestation that the business will communicate an relevant changes in their situation and respond to additional inquiries for additional information or outcomes.
- 13. If the business was impacted by a recent Arizona wildfire (required to select which fire) or natural disaster flooding (description required)
- 14. A completed W-9 for payment processing

# Financial:

Total Award Amount: \$5,000,000.00 Funding Source: American Rescue Plan

Max. Award Amount: \$10,000.00