

**Wages and Salaries**

8. Prior to the Petition Date and in the ordinary course of business, the Debtor typically paid obligations relating to wages and salaries for its Employees on weekly basis (the “Wage Obligations”), through checks delivered to it’s the Employees, or by direct deposits to Employees’ accounts. The Debtor’s current estimated gross payroll for its Employees on a weekly basis is approximately \$9,000.

9. The Debtor’s payroll compensates Employees for work already performed. Payroll is paid each Tuesday for work performed from the Sunday through Saturday of the prior week. As of the Commencement Date, the Debtor’s Employees will be owed pre-petition wages and benefits for the period of Sunday, April 16, 2023 through the Petition Date, and will be owed post-petition wages and benefits for the period from the Petition Date through Saturday, April 22, 2023. That payroll is scheduled to be paid on Tuesday, April 25, 2023. None of the Debtor’s Employees are owed more than \$15,150 for their pre-bankruptcy wage, benefits, taxes or other benefits described below.

**Payroll Taxes**

10. The Debtor is required by law to withhold from its Employees’ wages amounts related to federal, state, and local income taxes, as well as social security and Medicare taxes (collectively, the “Withholding Taxes”) and to remit the same to the appropriate taxing authorities (collectively, the “Taxing Authorities”). In addition, the Debtor is required to make matching payments from its own funds on account of Social Security and Medicare taxes, and to pay, based on a percentage of gross payroll (and subject to state-imposed limits), additional amounts to the Taxing Authorities for, among other things, state, and federal unemployment