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TAX ALERT – MARCH 18, 2020

IRS Delays Payments

As many might have heard, Treasury Secretary Mnuchin announced on March 17th that taxpayers would be able to delay **payments** up to 90 days without interest and penalty. Specifically, corporations (for each consolidated group or each C corporation) can defer up to \$10 million in tax payments, and there is a \$1 million limit for individuals (whether filing single, married filing joint, etc.).

Today the Internal Revenue Service issued a notice which provides more specific advice. Most important is that the deferral is not only for payments due with the 2019 income tax return but also for the 1st quarter estimated tax payment due on April 15th towards 2020 income tax.

Unfortunately, at least so far, the filing due date still remains April 15th.

Aside from the federal government, each state is considering its own relief with some states more proactive than others.

As more information becomes available, we will provide updates.

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