

Taxpayers to Receive 90-Day Payment Relief

The U.S. Treasury Department and Internal Revenue Service issued Notice 2020-17 announcing a special 90-day payment relief to taxpayers in response to the COVID-19 (“coronavirus”) pandemic. Below is a summary of what is and is not included in the relief.

Important Note: At this time, relief is granted only with respect to Federal income tax payments. Federal income tax returns will either need to be filed by the original due date of April 15, 2020 or you will need to request an extension of time to file.

What Is Included:

For individuals, including the self-employed and all entities other than C-Corporations, such as trust or estates:

- ✓ **Federal income tax payments with a due date of April 15, 2020 are being automatically extended until July 15, 2020.**
 - Includes any balance due with your 2019 Federal return and your 2020 1st quarter Federal estimated tax payment.
 - There is a \$1,000,000 limitation on the amount that may be postponed until July 15, 2020. This means any income tax balance due in excess of the \$1,000,000 will need to be paid by April 15, 2020.
 - Late payment penalties and interest will not apply to any income tax payment eligible for the special 90-day payment relief. Any remaining unpaid income tax balances after July 15, 2020 will begin to accrue penalties and interest.

For C Corporations: The relief is exactly the same as explained above except that the \$1,000,000 limitation is increased to \$10,000,000. The special 90-day payment relief applies to each consolidated group or to each C Corporation that does not join in filing a consolidated return.

What is Not Included:

- ✗ The 90-day relief only applies to Federal income tax payments. Federal income tax returns normally due April 15th will either need to be filed by the due date or have an extension request granted.
- ✗ Currently, the relief provided in IRS Notice 2020-17 DOES NOT include state income tax payments, payroll tax deposits, or payments of any other type of Federal tax.

Next Steps & Ways Restivo Monacelli Can Assist You:

Several states have begun to announce their own special relief. These are determined on a state-by-state basis. Your team at Restivo Monacelli can help you determine which states apply to your specific tax situation.

During this time, coordination of documents required to perform our services is crucial. We encourage you to send documents electronically to help protect you from risk. In each of our staff member’s email signature, you will find “Click here to upload files securely,” which allows you to upload documents securely through ShareFile. [Click here to upload files.](#)



In the event that you are unable to send documents electronically or simply prefer to mail your documents, we will continue to sort through mail daily.

If you have any questions, please reach out to a member of our team at 401-273-7600.