

HOLLRAH LLC

WASHINGTON, DC

TO: MSPA - Americas

FROM: Russell A. Hollrah

DATE: March 24, 2020

RE: Updated Federal Government Response to Coronavirus

In Internal Revenue Service Notice 2020-18 (March 20, 2020), the IRS expanded the relief contained in Notice 2020-17.

- Notice 2020-18 automatically postpones the due date for:
 - filing Federal income tax returns, and
 - making Federal income tax payments otherwise due April 15, 2020, to July 15, 2020.¹
- There is no limitation on the amount of the payment that may be postponed (unlike in Notice 2020-17).
- The expanded relief applies to an individual, a trust, estate, partnership, association, company or corporation.
- This relief is available with respect to:
 - Federal income tax payments (including payments of tax on self-employment income) and federal income tax returns due on April 15, 2020, in respect of a taxpayer's 2019 taxable year, and
 - Federal estimated income tax payments (including payments of tax on self-employment income) due on April 15, 2020, for a taxpayer's 2020 taxable year.
- To obtain the relief, taxpayers do not have to file applications for extensions (i.e., Forms 4868 or 7004).

¹ Interest, penalties, and additions to tax with respect to such postponed Federal income tax filings and payments will begin to accrue on July 16, 2020.

- No postponement is provided in this Notice for the payment or deposit of any other type of federal tax, or for the filing of any federal information return.
- This Notice does not affect state-tax obligations, although many states have taken similar actions.

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If you have any questions or comments concerning the foregoing, please let me know.

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