

COVID-19 TAX UPDATE

As part of its response to the pandemic's economic effects, the U.S. Treasury Department has allowed taxpayers to defer payment of income taxes until July 15, 2020, without penalties or interest.

This relief applies only to payments of

- income taxes, including self-employment taxes,
- for the 2019 tax year, or estimated income tax payments for 2020,
- that otherwise would be due on April 15, 2020,
- **UPDATED: THERE IS NO LIMIT ON THE AMOUNT OF TAX PAYMENTS THAT MAY BE DEFERRED.**

Note the following:

- **UPDATED: THE APRIL 15 FILING DEADLINE FOR INCOME TAXES HAS ALSO BEEN MOVED TO JULY 15.**
- Payments due on a date other than April 15 are not deferred.
- The due dates for filing returns for non-income taxes (such as gift tax returns) are not affected.
- This extension of the due date for filing income tax returns also extends the deadline for IRA contributions.
- This relief applies to federal taxes only. Thus far, the due date for payments of Michigan state income taxes has not been deferred.

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