

SKR+CO WEBINAR SERIES

MAR 24 | Tax Planning for 7/15 Deadline + Estimated Payments



We're in this together.

A TOP ACCOUNTING FIRM,
MOUNTAIN REGION

Accounting Today
2017, 2018, 2019, 2020



Marjorie Noleen

Director of Marketing + Client Relations
Webinar Facilitator

Welcome + Agenda



SKR+CO and Coronavirus Updates



What happened last week?



New roadmap for 2019 and 2020 estimated tax payments



Overview of the Families First Coronavirus Response Act

Community Support



EMPLOYEES PARTNERS FOUNDED
70 9 '95

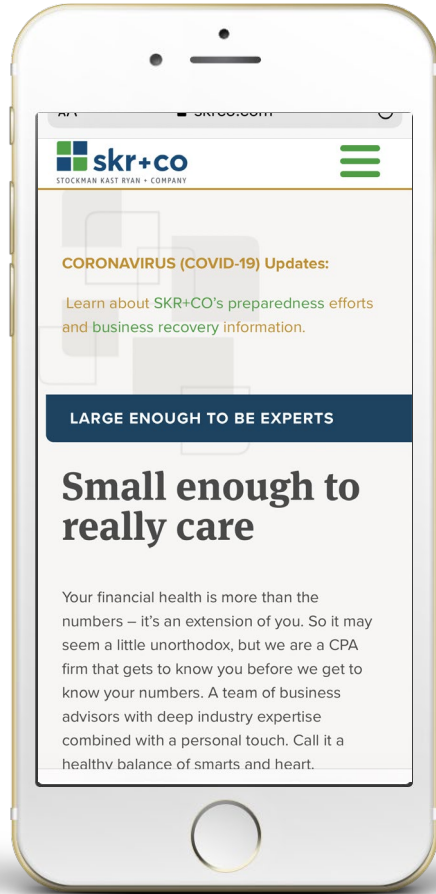


Our Services

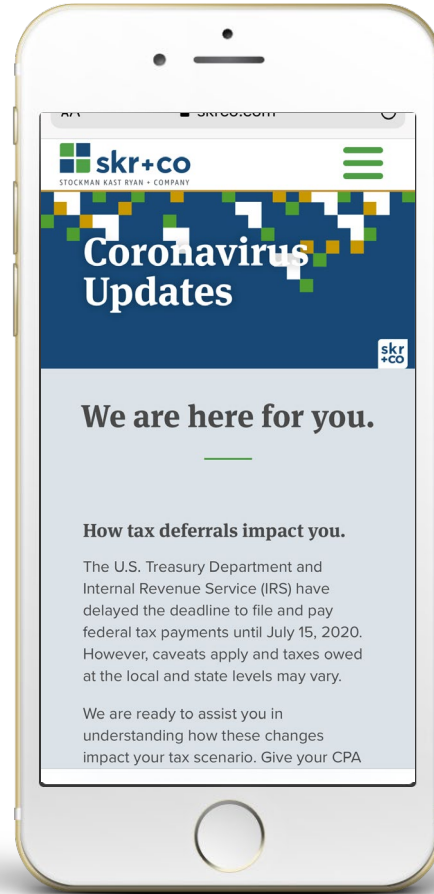
- Business + Individual Tax Planning
- Audit + Assurance Compliance
- Bookkeeping + QuickBooks
- Interim CFO or Controller Services
- Estate + Trust Planning
- Litigation Support
- Business Advising
- Business Valuations



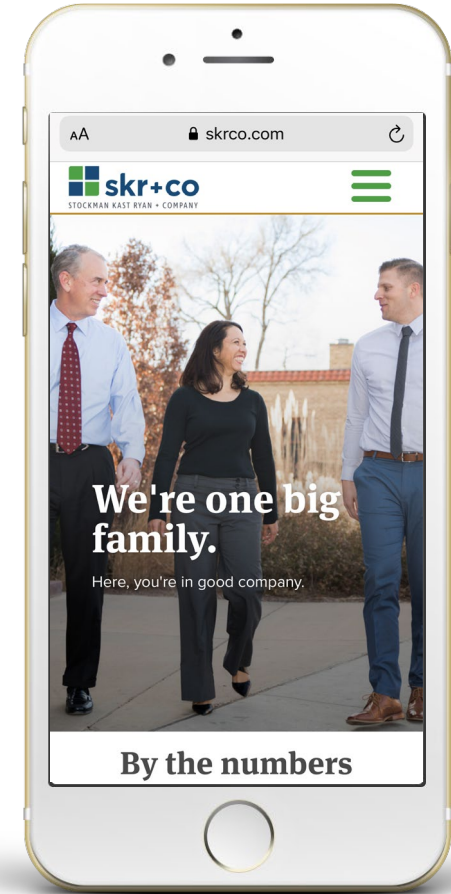
SKR+CO and Coronavirus Updates



Communication Channels



Resources



SKR+CO Operations

From our Families to Yours: Be Safe and Stay Well.



Today's Presenter



Jordan Empey, CPA, MST

Tax Partner

- + Provides business + individual tax planning, with emphasis in automobile dealerships, real estate and construction.
- + Active in the community and the downtown development initiatives.
- + Educates the business community on important strategic tax planning opportunities, to include navigating the Tax Cuts and Jobs Act.

What Happened Last Week?



What Happened Last Week? **The Federal Level**

Notice 2020-17

Extension required by 4/15, \$1M individual and \$10M C-Corp limit on income tax payments to 7/15.

Notice 2020-18

No extension required; the entire deadline has been moved until July 15th.

No limit on the amount that can be postponed, includes Q1 of 2020.

What Happened Last Week? The State Level

- Varies by state.
- American Institute of CPAs (AICPA) continues to update a state-by-state tax relief chart.
- The chart is located on our website at www.skrco.com/client-center/coronavirusupdates



What Happened in **COLORADO** Last Week?

- Governor extended income tax payment deadlines.
 - July 15 – extend **state income tax payment** deadlines for all Colorado individuals and business taxpayers normally due April 15.
 - Temporarily suspend deadline for April and June **estimated tax payments** for 2020 taxable year pay by July 15.
- Coordinate with local governments to extend tax payment deadlines for **property, sales and use taxes**.



Next steps for 2019 income taxes

Refunds

- ✓ Process your filing if you anticipate a refund.

Payments

- ✓ Take advantage of the delayed 7/15 deadline to preserve cash.

A new roadmap for 2019 + 2020 tax years?



2020 Quarterly Estimated Payments

What

Payments business + individuals make quarterly when no income tax is taken out by an employer.

How

Different ways to calculate estimated quarterly payment amounts.

When

2020 first quarter estimated income taxes payments are now due July 15

2020 Quarterly Estimated Payments



Estimated Tax Deadlines

1 ST Quarter	July 15, 2020
2 ND Quarter	June 15, 2020
3 RD Quarter	Sept 15, 2020
4 TH Quarter	Jan 15, 2021

- Before last week, 1Q20 quarterly payments were due 4/15.
- Now, 2020 **first quarter** estimated income taxes payments are now due **July 15**
- The 2020 **second quarter** estimated income tax payment deadline ***has not*** been specifically changed.*

Safe Harbor Rules

100%

- Pay 100% of your previous tax years tax liability
- AGI under \$150K (\$75K if married filing separately)

110%

- Pay 110% of your previous tax years tax liability
- AGI over \$150K (\$75K if married filing separately)

90%

- Pay within 90% of your actual tax liability for the current year (2020 in this case)

What about 2020 estimated tax payments?

- **With an economic decline, it may be advantageous for businesses to consider using the 90% actual safe harbor rule**
 - Strategy may work well if you **expect to owe less in 2020 than 2019.**
- **2020 estimates**
 - Q1 for 2020 we know is wrapped into the Notice 2020-18 protection
 - Q2 for 2020 at this moment is due June 15th, which seems inconsistent with a July 15th deadline
 - Strategy for 2019 tax return

Overview: Families First Coronavirus Response Act



Expand Family Medical Leave Act, through December 31, 2020



New emergency paid sick leave.



Employer receives payroll tax credit

Upcoming webinars

MAR 31 | Families First Coronavirus Response Act

Presented by Jordan Empey, Eric Ryan and Anna Stepan

APR 7 | Business Recovery, Cash Flow and Financial Analysis

Presented by Jordan Empey, Brian Mena

Guest presenter Aikta Marcoulier,
Small Business Development Center