

Sol Schwartz & Associates, P.C.

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IRS to Eliminate Form 8109 Federal Tax Deposit Coupon

Beginning in 2011, the IRS is eliminating paper Form 8109 federal tax coupons, which means you will have to deposit your federal taxes electronically. Failure to make payments using the Electronic Federal Tax Payment System (EFTPS) could result in a 10% deposit penalty.

Deposits need to be electronically filed by 7:00 p.m. central standard time the day before the due date.

The following types of taxes are included:

1. Corporate income and estimated tax payments
2. Business income taxes of tax-exempt organizations
3. Private foundation excise taxes
4. Taxes withheld on non-resident aliens and foreign corporations
5. Estimated taxes on certain trusts
6. FICA taxes and withholding from payroll
7. Railroad retirement taxes
8. Nonpayroll taxes including backup withholding
9. Federal Unemployment Tax (FUTA)
10. Excise taxes reported on Form 720

The regulations do not alter existing minimum rules for employers with a deposit liability of less than \$2,500 per return who are allowed to pay their taxes with their quarterly or annual tax return. (Forms 940, 941, 945).

With the EFTPS system you are able to make tax payments 24/7. Information on EFTPS, including how to enroll, can be found at www.eftps.com. Or call customer service at 1-800-555-4477.

Should you have any questions regarding this change, please ask anyone of our professionals who will be happy to assist you.