

S CORP INFO – 2020

In addition to this INFO sheet, attached is the monthly Tax Forms and Payment schedule.

[1] Form 941. The 2020 fourth quarter form is due on January 31, 2021. The mailing addresses are:
Florida: Department of the Treasury, Internal Revenue Service, Ogden UT 84201-0005.
Georgia: Department of the Treasury, Internal Revenue Service, Kansas City MO 64999-0005.

[2] Form 940: The 2020 annual form is due on February 1, 2021. The mailing addresses are:
Florida: Department of the Treasury, Internal Revenue Service, Ogden UT 84201-0046.
Georgia: Department of the Treasury, Internal Revenue Service, Kansas City MO 64999-0046.

[3] Forms W-2: For those S Corps where I do the W-2's, I hope to have the forms to you for review by the first week of January so I can file them online before the middle of January. The due date for the forms is January 31, 2021

[4] Form RT-6: Required quarterly . File that form even if you had no wages in the quarter. The State of Florida is not bashful in assessing fines.

[5] EFTPS may be used to make estimated payments for your personal return based on your S Corp net income and other income that is not taxed at the source (e.g. interest, dividends, capital gains).

[6] The funds of S Corps should only be used to pay S Corp purchases. Shareholders may take distributions (already taxed) from the S Corp and then that money can be used to pay personal expenses.

[7] The following was included in the November 25, 2020 edition of the Kiplinger Tax Letter.

“IRS is on the hunt for information on shareholder loans to S Corporations. It is revising the 2020 Schedule K-1 that is issued to each S firm shareholder to require reporting of the amount of debt owed by the firm to that shareholder at the beginning and end of the year. Corporate debt owed to third parties for which the shareholder is a co-borrower or guarantor is not to be included.”

When the S Corp pays back the loan to the shareholder (that would be you), it is not taxable income to the shareholder. It decreases the liability of the S Corp.

[8] S Corp returns are due by MARCH 15, 2021. The returns WILL be filed on time if I get your tax information by FEBRUARY 15, 2021. The returns MAY be filed on time if I get your tax information by FEBRUARY 28, 2021. The returns MAY or MAY NOT be filed on time if I get your tax information on MARCH 1, 2021 or later. Your cooperation is greatly appreciated.