

DEANDORTON

Insights



IRS Issues Guidance on Deferral of Employer Payroll Taxes - *It includes some GOOD NEWS*

Today, the IRS released Frequently Asked Questions (FAQs) on a provision of the Coronavirus Aid, Relief, and Economic Security (CARES) Act allowing employers to defer a portion of employer payroll taxes payable for all reporting periods through the end of 2020. As outlined in our [previous article](#), the CARES Act permits employers and self-employed individuals to defer payment of the *employer share of Social Security taxes*. The deferred tax liability is due in two installments:

- (1) 50% of the deferred liability is due December 31, 2021; and
- (2) 50% of the deferred liability is due December 31, 2022 (the "applicable dates").

[Highlights and the FAQs here →](#)