

# Today's Instructor

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# Topics for Today...

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- ◆ Individual Filing Extension
- ◆ Handling of Federally Tax Free Unemployment
- ◆ New \$1400 Stimulus Payments
- ◆ Planning with the APTC “no payback” rule in 2020



# Individual Filing Extension (IRB 2021-59)

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- ◆ As of *now*, for individuals only, May 17 is the new April 15...
  - Estimated Tax Payments still due April 15
  - C Corps and 1041s?
  - How about deadline for funding IRAs and HSAs
  - States following suit?
- ◆ <https://www.irs.gov/newsroom/tax-day-for-individuals-extended-to-may-17-treasury-irs-extend-filing-and-payment-deadline>



# Handling of Federally Tax-Free Unemployment (American Rescue Plan §9663(g))

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- ◆ IRS tells us not to amend returns already filed
  - Is that a good decision....wouldn't lower AGI impact other tax return decisions?
- ◆ Handling returns we're filing now...



**SCHEDULE 1**  
**(Form 1040)**

Department of the Treasury  
Internal Revenue Service

**Additional Income and Adjustments to Income**

▶ Attach to Form 1040, 1040-SR, or 1040-NR.  
▶ Go to [www.irs.gov/Form1040](http://www.irs.gov/Form1040) for instructions and the latest information.

OMB No. 1545-0074

**2020**

Attachment  
Sequence No. **01**

Name(s) shown on Form 1040, 1040-SR, or 1040-NR

Joe Taxpayer

Your social security number

123-45-6789

**Part I Additional Income**

1	Taxable refunds, credits, or offsets of state and local income taxes . . . . .	1	
2a	Alimony received . . . . .	2a	
	b Date of original divorce or separation agreement (see instructions) ▶ _____		
3	Business income or (loss). Attach Schedule C . . . . .	3	
4	Other gains or (losses). Attach Form 4797 . . . . .	4	
5	Rental real estate, royalties, partnerships, S corporations, trusts, etc. Attach Schedule E	5	
6	Farm income or (loss). Attach Schedule F . . . . .	6	
7	Unemployment compensation . . . . .	7	15,000
8	Other income. List type and amount ▶ <u>UEC</u> _____	8	-10,200
9	Combine lines 1 through 8. Enter here and on Form 1040, 1040-SR, or 1040-NR, line 8 . . . . .	9	4,800



# **New \$1400 Stimulus Payments (American Rescue Plan §6428B)**

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- ◆ Just want to remind you...
  - Includes dependents >age 16
  - Quick Phase Out (\$150K -\$160K MFJ)
  - The argument for MFS
  - “True-Up” to happen this Summer
  - It’s a 2021, not a 2020 credit



# **Advanced Premium Tax Credit (APTC)** **(American Rescue Plan §§9661,9662,9663)**

- ◆ Why no Media Coverage?
- ◆ This might be the biggest planning tool of the ARP
- ◆ No “trip wire” for 2020 ONLY
  - Accelerate Income, postpone expenses
  - Taxes are going up, EBLs back in 2021

