



A more human resource.®

Clients will be responsible for deposit penalties and interest imposed on tax underpayments. Under applicable guidelines, penalties may apply if you do not make required deposits on time, if you make deposits for less than the required amount, or if you do not use Electronic Federal Tax Payment System (EFTPS) when required. For amounts deposited late and/or improperly, the penalty rates are as follows:

- 2% — Deposits made 1 to 5 days later than the last business day of the quarter.
- 5% — Deposits made 6 to 15 days later than the last business day of the quarter.
- 10% — Deposits made 16 or more days later than the last business day of the quarter. Also applies to amounts paid within 10 days of the date of the first notice the IRS sent asking for the tax due.
- 10% — Deposits made at an unauthorized financial institution, paid directly to the IRS, or paid with your tax return.
- 10% — Amounts subject to electronic deposit requirements but not deposited using EFTPS.
- 15% — Amounts still unpaid more than 10 days after the date of the first notice that the IRS sent asking for the tax due or the day on which you received notice and demand for immediate payment, whichever is earlier.