

Several Banks No Longer Accepting 8109 Federal Tax Deposit Coupons

A growing number of banks, including one of the largest, Bank of America, will no longer accept Form 8109 coupons for payments of federal tax liability. Financial institutions are citing the increase of paper processing costs as the reason for this change.

Some banks are still accepting coupon payments for bank customers, but most are considering switching to electronic. Any business that still makes federal tax deposits using a paper 8109 coupon should be aware that their financial institution may soon stop accepting this form of payment. Businesses are encouraged to be proactive and enroll in EFTPS (electronic federal tax payment system) in the event they need to make payments electronically.