

# **Solo 401k**

By Nabers Group

## **Disclaimer:**

**We're awaiting further guidance and clarification from the IRS on Coronavirus-related extended loan provisions.**

**Everything we've done so far has been in good faith.**

**According to the CARES Act - New or existing participant loan repayments from March 27, 2020 thru December 31, 2020 can be delayed by a year.**

**Loan payments will restart with any payments due on or after January 1, 2021. The skipped payments (and any interest that accrued on those skipped payments) must be repaid starting on the one-year anniversary of the first skipped payment.**

**When your loan repayments re-start, your repayment amount will be adjusted to account for the missed interest. Additionally, the maximum repayment period (5 years for most loans) will be extended by the time frame in which payments were skipped.**

**If you have questions on taking an extended loan due to Coronavirus-related hardship, please contact your CPA and/or tax advisor.**

