

If you would like us to prepare your required Forms 1099, 1098, or 1099-INT for 2022, we need all of your information by **January 15, 2023**, to ensure timely filing.

*No extension is possible and the Late Filing Penalties are substantial.
(IRS late filing penalties for each Form filed after January 31, 2023 range from \$50 to \$280.)*

NOTES:

- *It is your responsibility to obtain and keep a signed Form W-9 from each vendor to document their tax filing status. Be sure to get one from ALL vendors.*
- *Amounts paid to vendors by debit or credit card are not reported on your Form 1099*

FORMS 1099-NEC

*Employers must use this form to report nonemployee compensation for at least \$600 per payee. **

**With the exception of a corporation (including S-Corp) or an LLC taxed as a corporation. Also note that fees to attorneys in any amount must be reported.*

If you paid someone who is not your employee for:

- Services performed (including parts and materials)
- Cash payments for aquatic life from anyone engaged in the trade or business of catching fish
- Payments to attorneys for any amount, to any entity type (LLC, partnership, corporation, etc.)
- Payments received for sales totaling \$5,000 or more of consumer products for resale, on buy-sell, deposit-commission, or any other basis.

FORMS 1099-MISC

*Owners of a farm, business, or rental property must use this form to report amounts paid to any vendor or payee of at least \$600. **

**With the exception of a Corporation (including S-Corp) or an LLC taxed as a Corporation.*

A 1099-MISC is required for the following expenditures:

- Rent expense
- Prizes and awards
- Other income payments
- Payments to attorneys for other transactions such as payments for settlements or gross funding for real estate closing
- Any fishing boat proceeds
- Medical and health care payments (paid in the course of your business)
- Crop insurance proceeds
- Section 409A deferrals
- Nonqualified deferred compensation

FORMS 1098

To report mortgage interest received. If you received mortgage interest from an individual exceeding \$600 during 2022 on a loan related to your trade or business, you must file a Form 1098 for each payor by January 31, 2023.

If you want us to prepare your required Forms 1099 or 1098, please download the 1099 Details template from the Client Resources page on our website, and send the following information along with completed Forms W-9 to us using the link provided.

1. *Vendor name*
2. *Vendor address*
3. *Vendor Federal ID number (or Social Security number)*
4. *Payment Type: Rent or Services*
5. *The total amount paid in 2022*

*We must receive the details by **January 15, 2023** to ensure timely filing.*

**This deadline relates only to the filing of forms 1099.*

This letter is to inform you of potential filing responsibilities regarding certain payments. You were put on this list because we have prepared Forms 1099 for you in the past or it appears you may need to file them this year. Please disregard this email if it does not apply to you this year. If you have any questions give us a call or send us an email!

Thank you, and happy holidays!

Goldsmith Molis & Gray, PLLC