



University of North Carolina Wilmington
1099 Reporting

1099 Reporting

The University of North Carolina Wilmington often pays individuals for services rendered who are not their employees. UNCW is required by the IRS to provide informational returns, a 1099 form, to these vendors and individuals that have received payments for any of the following:

- ❖ Rent
- ❖ Royalties
- ❖ Prizes and awards
- ❖ Physician or Medical Services
- ❖ Healthcare
- ❖ Attorney Fees
- ❖ Non-employee compensation

1099's are filed based on the following dollar amount thresholds:

- ❖ Rent – If amount paid to vendor/individual is \$600.00 or more for a calendar year.
- ❖ Royalties – If amount paid to vendor/individual is \$10.00 or more for a calendar year.
- ❖ Other Income – If amount paid to a vendor/individual is \$600.00 or more for a calendar year. Other income includes prizes, awards, punitive damages, awards to students, etc.
- ❖ Medical and Healthcare Payments – If amounts paid to a vendor/individual is \$600.00 or more for a calendar year.
- ❖ Non-Employee Compensation – If amount paid to a vendor/individual is \$600.00 or more for a calendar year. Non-employee compensation includes fees, commissions, and any form of compensation for services performed.
- ❖ Gross Proceeds Paid to an Attorney – If amount paid to a vendor is \$600.00 or more for a calendar year.

Generally payments to corporations are not reportable but you will need to refer to the IRS instructions for 1099's at <http://www.irs.gov/pub/irs-pdf/i1099msc.pdf> for further information.

1099's are due to the recipients by January 31st. However, the IRS has the discretion to change the due dates each year so it is always good to refer back to the instructions for 1099's provided by the IRS. The information is also provided to the IRS and is typically due by March

1st. The time interval between the two filing dates provides additional time to resolve any questions by recipients before filing with the IRS.

For additional information on 1099 Reporting please contact the Tax Department at extension 22757.