

IS THIS PAYMENT 1099 REPORTABLE?

Individuals

1. Is the payment being made to a person?
2. Is the payment for any one of the following?
 - a. Rent (RT)
 - b. Royalties (RY)
 - c. Other Income (PR)
 - i. Prizes / Awards that are not for services performed
 - ii. Deceased Employee Pay
 - d. Medical & Health care Payments (MD)
 - e. Non-Employee Compensation (Services) (NC)
 - f. Research Participant (with no IRB) (PR)

If the answer to both questions is YES, then the payment is 1099 reportable and a SSN/TIN is required.

Partnerships

1. Is the payment being made to a Partnership?
2. Is the payment for any of the following?
 - a. Rent (RT)
 - b. Medical & Health Care (MD)
 - c. Non-Employee Compensation (Services) (NC)

If the answer to both questions is YES, then the payment is 1099 reportable and a TIN is required.

Corporation (LLC)

1. Is the payment being made to a Corporation?
2. Is the payment for one of the following?
 - a. Medical & Health Care (MD)
 - b. Non-Employee Compensation – **LEGAN SERVICES ONLY (NC)**

If the answer to both questions is YES, then the payment is 1099 reportable and a TIN is required.

RENT (RT)

Payments made to **individuals** or **partnerships** for all types of rent.

- Office Space
- Machine Rentals
- Pasture Rentals

Possible account Code: 712200 Rentals (excluding Auto)

Royalties (RY)

Payment made to an individual for royalty and patent payments.

Possible Account Codes: 712500 Commissions & Royalties
 712501 Patent
 712501 Royalty Payment

Other Income (PR)

Payment for a Prize / Award (not for services performed) to an **individual** who is not an employee. Also included the payment of a deceased employee's wages and Research Participants

Possible Account Codes: 714600 Awards (non-employee)
 714605 Prizes/Awards to students
 (given on academic performance)
 633100 Death Benefit

Medical & Health Care Payments (MD)

Payments made to **individuals**, **partnerships**, and/or **corporations** for providing medical or health care services.

- Ambulatory Services
- Medical Technician Services
- Nursing Services
- Physician Treatment/Care
- Therapy – physical, psychological, behavior – all types
- Lab Exams including drug testing
- Medical Consultations
- Billing and Collections

Possible Account Codes: 711602 Contract Agreement – LRH Workmed MD
 711603 Contract Agreement – Psychiatrist
 712110 Professional & Technical Fee – Individual
 712130 Open Medical
 712140 Drug Testing

Non-Employee Compensation (NC)

Payment made to a non-employee **individual** or **partnership** for their services.

- Fees
- Commissions
- Prizes & Awards for services performed
- Professional Services (attorney, law firms, inc. companies, accountants, architects, contractors, engineers)
- Independent Contractors
- Honorariums
- Consultants
- Guest Lecturers
- Entertainers, Performers, Referees, Judges

Possible Account Codes: 711700 Subcontract \$25,000 and under
 711800 Subcontract \$25,000 and over
 712110 Professional & Technical Fee – Ind (Honorarium)
 712120 Game Officials
 712121 – 712125 Utah Public Radio Prof/Tech Fees
 712850 Legal Fees
 713020 Photography
 712123 Professional & Tech Fee Ind. Managements