

# 1099 Automation & e-Filing

**Want to avoid the year-end, last-minute rush to finish your 1099 filing? Looking for an automated 1099 solution to save valuable time?**

Baker Tilly Digital's 1099 Automation & e-Filing solution provides users with ease of use and data accuracy to create, verify and simplify your e-Filing of your 1099 forms. There are many types of 1099s, all of which come with specific instructions for filing.

## We can help

Year-end close is always a busy time for the finance team. To help save time and improve efficiency, our 1099 Automation & e-Filing product can help you avoid the year end crunch to clean up vendors, review your 1099 transactions and get your filing out the door.

Each year, we know how much time it takes to clean up all data in your 1099, make sure your vendors are set up correctly and review your transactional coding. Then worrying about getting a product like Tax1099.com set up and getting your data in there manually all before the filing deadline.

With our 1099 Automation & e-Filing product, we help guide you through it and automate the process as much as possible to improve efficiency and save valuable time.

## 1099 Basics

The most common type is the 1099-NEC, also referred to as the 1099-MISC, that impacts payments to vendors for different services performed by people not considered employees of the company or other kinds of miscellaneous payments.

**2** **Two important things to consider** when getting ready to file a 1099 are what vendors must receive and what is the cause for including a certain dollar amount paid or what types of services were used.

As a general guideline on deciding who should receive a 1099-NEC, consider if it is not a business or corporation and if they are not an employee, then they should receive 1099-NEC.

## 1099 Automation



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learn more.**





It's important to note that there are penalties that come with failing to file, incorrectly filing or filing late. We want to help avoid that and simplify the process for you. Here are things to consider when filing your 1099 this year or the next:

- Always have an updated W-9 file for every vendor you work with – this includes key information needed to determine if they require a 1099
- In this new digital world, the IRS is increasingly focused on electronically submitting 1099 forms, so consider using an electronic filing service to help save you time from printing and mailing forms.

Baker Tilly Digital has a simple tool for you to use to get you started with automating this process.

**Go there.  
Start here.  
Let's connect.**

## 1099 Automation and e-Filing



# 1099-NEC

## Some exceptions that do not require a 1099-NEC include:

- Service fees paid to people considered employees
- Certain payments to corporations (legal services are different – those need to be reported)
- Payments for goods, telephones, freight, storage and other similar services
- Rent payments to real estate agents – although, the real estate agent must report the rent to the property owner with their own 1099-NEC
- Purchases made with a credit card – these payments will be reported to the IRS by the merchant card company in a unique form called a 1099-K