

Form W-2

Form W-2 reports income earned as wages, salaries and tips from an employer.

If you have a job and are paid wages subject to withholding you should receive Form W-2. See *example Form W-2 in this brochure.*

Box 1: Taxable wages earned.

Box 2: Federal Income Tax Withheld from wages earned. *You can control this amount, see the Withholding Brochure.*

Box 3: Wages earned subject to Social Security tax.

Box 4: Social Security taxes withheld*.

Box 5: Wages earned subject to Medicare tax.

Box 6: Medicare taxes withheld*.

Box 14: State of Alaska Unemployment taxes (ESC, SUI, etc.) withheld*.

NOTE...

*Employers are required to withhold certain taxes and submit them on the employee's behalf.

Employers are also required to pay an employer share of SSA and Medicare tax for each employee, these amounts are not included on Form W-2.

LITC

Alaska Business Development Center's Low Income Taxpayer Clinic provides assistance year round to low income and English-as-a-Second Language taxpayers. Assistance includes education on taxpayer rights and responsibilities, consultation on IRS issues and representation on IRS disputes. Tax preparation is not conducted under the Low Income Taxpayer Clinic.



VTLP Proudly Serving Rural Taxpayers Since 1995

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Understanding...

INCOME FORMS

Why income is reported on different tax forms and how different types of income may affect your tax return.



Brought to you by:
Alaska Business Development Center
Low Income Taxpayer Clinic

22222	OMB No. 1545-0008
a Employee's social security number	1 Wages, tips, other compensation
b Employer identification number (EIN)	2 Federal income tax withheld
c Employer's name, address, and ZIP code	3 Social security wages
d Control number	4 Social security tax withheld
e Employee's first name and last name	5 Medicare wages and tips
f Employee's address and ZIP code	6 Medicare tax withheld
15 State Employer's state ID number	7 Social security tips
16 State wages, tips, etc.	8 Allocated tips
17 State income tax	9 Dependent care benefits
18 Local wages, tips, etc.	10 Dependent care benefits
19 Local income tax	11a Qualified plan
20 Locality name	11b IRA/401(k) plan
	11c Other
	11d Other

SAMPLE

Forms 1099

Did You Know?

- All income received is taxable unless specifically excluded by the IRS Tax Code.
- Just because you do not receive a form **does not** mean you do not have to report the income.
- Different types of income are reported on different types of forms.
- Tax forms (Form W-2 and Form 1099) are due to individuals by January 31st.
 - Form 1099-MISC and 1099-NEC may not be issued if income is less than \$600.
 - Form 1099-DIV or 1099-INT may not be issued if income is less than \$10.

Some types of excludable income:

- Child Support
- Gifts
- Worker's Compensation
- Welfare/ATAP/TANF
- Supplemental Security Income (SSI)
- Alaska Native Settlement Trust Distributions
- Economic Impact Payments/stimulus

There are multiple types of Form 1099 depending upon type of income received. Each form is reported differently on the tax return.

Form 1099-MISC: Used to report income you received for a variety of reasons. The box number on the form indicates why the income was received. Most common are:

Box 1: Income for rental of personal property or real estate (you may see this if you rent a snow-go, ATV or room to workers).

Box 3: Income for miscellaneous reasons that are not covered in other boxes.

Box 5: Income that you earned from commercial fishing.

CORRECTED (if checked)

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		OMB No. 1545-0115 Form 1099-MISC (Rev. January 2022) For calendar year 20__		Miscellaneous Information
PAYER'S TIN		RECIPENT'S TIN		
RECIPENT'S name		7 Payer made direct sales totaling \$5,000 or more of consumer products to recipient for resale <input type="checkbox"/>		This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
Street address (including apt. no.)		9 Crop insurance proceeds		
City or town, state or province, country, and ZIP or foreign postal code		11 Fish purchased for resale		
Account number (see instructions)		13 FATCA filing requirement <input type="checkbox"/>		
1 Rents		4 Federal income tax withheld		
2 Royalties		5 Fishing boat proceeds		
3 Other income		6 Medical and health care payments		
8 Substitute payments in lieu of dividends or interest		10 Gross proceeds paid to an attorney		
12 Section 409A deferrals		14 Excess golden parachute payments		
15 Nonqualified deferred compensation		16 State tax withheld		
17 State/Payer's state no.		18 State income		

Form **1099-MISC** (Rev. 1-2022) (keep for your records) www.irs.gov/Form1099MISC Department of the Treasury - Internal Revenue Service



Beginning in 2020 Box 7 of Form 1099-MISC is no longer used to report Nonemployee compensation. Nonemployee compensation is now reported in Box 1 of Form 1099-NEC.

Form 1099-NEC: Used to report income you received for work performed as a nonemployee, contractor.

CORRECTED (if checked)

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		OMB No. 1545-0116 Form 1099-NEC (Rev. January 2022) For calendar year 20__		Nonemployee Compensation
PAYER'S TIN		RECIPENT'S TIN		
RECIPENT'S name		2 Payer made direct sales totaling \$5,000 or more of consumer products to recipient for resale <input type="checkbox"/>		This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
Street address (including apt. no.)		3		
City or town, state or province, country, and ZIP or foreign postal code		4 Federal income tax withheld		
Account number (see instructions)		5 State tax withheld		
6 State/Payer's state no.		7 State income		
1 Nonemployee compensation		8 State/Payer's state no.		
9 Interest on U.S. Savings Bonds and Treasury obligations		10 Market discount		
11 Bond premium		12 Bond premium on Treasury obligations		
13 Bond premium on tax-exempt bond		14 Tax-exempt and tax credit bond CUSIP no.		
15 State		16 State identification no.		
17 State tax withheld		18 State income		

Form **1099-NEC** (Rev. 1-2022) (keep for your records) www.irs.gov/Form1099NEC Department of the Treasury - Internal Revenue Service

Form 1099-DIV: Used to report corporate dividends (Native corporations). Dividends may be taxed at different rates or not taxed at all e.g. Box 3 Nondividend distributions.

CORRECTED (if checked)

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		OMB No. 1545-0110 Form 1099-DIV (Rev. January 2022) For calendar year 20__		Dividends and Distributions
PAYER'S TIN		RECIPENT'S TIN		
RECIPENT'S name		3 Nondividend distributions		This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
Street address (including apt. no.)		4 Federal income tax withheld		
City or town, state or province, country, and ZIP or foreign postal code		5 Section 199A dividends		
Account number (see instructions)		6 Investment expenses		
7 Foreign tax paid		8 Foreign country or U.S. possession		
9 Cash liquidation distributions		10 Noncash liquidation distributions		
11 Exempt interest dividends		12 Specified private activity bond interest dividends		
13		14 State		
15 State identification no.		16 State tax withheld		
17		18 State income		

Form **1099-DIV** (Rev. 1-2022) (keep for your records) www.irs.gov/Form1099DIV Department of the Treasury - Internal Revenue Service

Form 1099-INT: Used to report interest earned on interest bearing accounts. Some entities report interest income on the year end statement.

CORRECTED (if checked)

PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		OMB No. 1545-0112 Form 1099-INT (Rev. January 2022) For calendar year 20__		Interest Income
PAYER'S TIN		RECIPENT'S TIN		
RECIPENT'S name		4 Federal income tax withheld		This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if this income is taxable and the IRS determines that it has not been reported.
Street address (including apt. no.)		5 Investment expenses		
City or town, state or province, country, and ZIP or foreign postal code		6 Foreign tax paid		
Account number (see instructions)		7 Foreign country or U.S. possession		
8 Tax-exempt interest		9 Specified private activity bond interest		
10 Market discount		11 Bond premium		
12 Bond premium on Treasury obligations		13 Bond premium on tax-exempt bond		
14 Tax-exempt and tax credit bond CUSIP no.		15 State		
16 State identification no.		17 State tax withheld		
18 State income		19		

Form **1099-INT** (Rev. 1-2022) (keep for your records) www.irs.gov/Form1099INT Department of the Treasury - Internal Revenue Service

Form SSA-1099: Used to report Social Security income, *not SSI*. Social Security (SSA) is reported and may be partially taxable or non-taxable depending on other income. SSI is non-taxable and is not reported.

FORM SSA-1099 SOCIAL SECURITY BENEFIT STATEMENT

2022 PART OF YOUR SOCIAL SECURITY BENEFITS SHOWN IN BOX 5 MAY BE TAXABLE INCOME. SEE THE REVERSE FOR MORE INFORMATION.

Box 1. Name		Box 2. Beneficiary's Social Security Number	
Box 3. Benefit Paid in 2022	Box 4. Benefit Repaid to SSA in 2022	Box 5. Net Benefit for 2022 (Box 3 minus Box 4)	
DESCRIPTION OF A MOUNT IN BOX 3		DESCRIPTION OF A MOUNT IN BOX 4	
Box 6. Voluntary Federal Income Tax Withholding		Box 7. Address	
Box 8. Claim Number (Use the number if you need to contact SSA.)			

Form SSA-1099-S (1-2022) DO NOT RETURN THIS FORM TO SSA OR IRS