Nelco & Shelby: Year End Compliance and Filing Update

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Agenda

- Introduction
- W-2 & 1099
- State Filing
- ACA Forms
- Nelco Products and Services
- Question and Answers

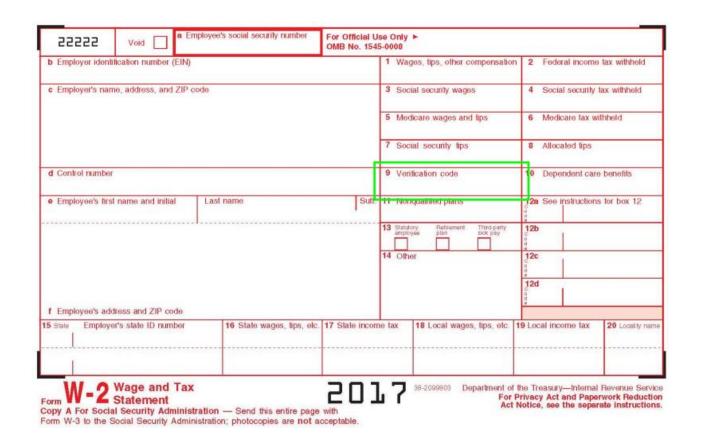




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Box 9 on the W-2 has been opened up to be used for the optional Verification code, to assist the IRS in validating W-2 data on individual tax returns.

For 1040 e-file only.



VOID CORRECT	ED		
n, state or province, country, ZIP	1 Rents	OMB No. 1545-0115	
	\$ 2 Royalties	2017	Miscellaneous Income
	\$	Form 1099-MISC	38–2099803 Department of the Treasury –– IRS
	3 Other income	4 Federal income tax	withheld Copy A
ECIPIENT'S identification number	5 Fishing boat proceeds	6 Medical and health	For Internal Revenue
		payments	Service Center
	\$	\$	File with Form 1096.
	7 Nonemployee compensation	8 Substitute payment of dividends or inte	
			Reduction Act
	\$	\$	Notice, see the 2017 General
	9 Payer made direct sales of \$5,000 or more of consumer products to a buyer	10 Crop insurance pro	lnstructions for Certain
d ZIP or foreign postal code	(recipient) for resale ▶	\$	Information Returns.
	111	12	

All W-2 forms and 1099-MISC forms with information in box 7 are due to the IRS by January 31st, regardless of filing method.

This was a fraud prevention method, new last year.

Other 1099 Changes include:

- 1098: Box 10 "Number of mortgaged properties" is a new field
- 1099-OID: Box 11 "Tax-exempt OID" is a new field
- 1099-S: Box 5 is now used to report the transfer of real estate by a foreign person

State Due Date Changes:

- **Arkansas:** The W-2 is now due on 1/31. 1099s may be affected, but this is not final yet. For tax year 2016 the due date was 2/28.
- Arizona: The W-2 and the recons (A1- APR or A1-R) are due on 1/31. For tax year 2016 the due date was 2/28.
- Kansas: W-2s, 1099s and the reconciliation form KW-3 are due on 1/31. For tax year 2016 the due date was 2/28.
- Maine: W-2s and 1099s are due on 1/31. For tax year 2016 the due date was 2/28.
- Minnesota: W-2s and 1099s are due on 1/31. For tax year 2016 the due date was 2/28.
- Missouri: The W-2 and the reconciliation form MO W-3 are due on 1/31. For tax year 2016 the due date was 2/28.
- Montana: The W-2, 1099s (with state tax withheld) and the reconciliation form MW-3 are due on 1/31. For tax year 2016 reporting, they were due on 2/28.
- **Nebraska:** The W-2 and the reconciliation form NE W-3N are due on 1/31. For tax year 2016 the due date was 2/1. (1 day earlier than last year.)



Other state filing changes:

- Hawaii: Allowing electronic filing for the first time this year.
- **lowa:** Initially required 1099 filing for 2017, however that has been rescinded. W-2 filing is still required.
- Maryland: Requiring e-filing for ALL W-2's this year.
- **Oklahoma:** Will again require 1099 reporting. The requirement was suspended for tax year 2016.

www.nelcosolutions.com/statechanges

ACA Form Updates:

- The Qualifying Offer percentage for 2017 is 9.69%. (Was 9.66% in 2016)
- Section 4980H transition relief is no longer available. Line 22, box c on Form 1094-C and Column e on page 2 of Form 1094-C are not applicable for 2017. Instructions referencing the 4980H transition relief were removed or revised.
- The instructions now reference there is not a code for line 16 to indicate an employee waived coverage.

ACA Form Updates (continued):

- A copy of Form 1094-B now must be placed in each additional package, if sending consecutively numbered packages of 1095-B forms to the IRS.
- Page 4 of the instructions states: "Returns filed with the IRS must be printed in landscape format."
- The Kansas City, MO address was updated with a PO Box and a new postal code.

ACA Due Dates:

- To Recipient: January 31, 2018
- To IRS via Paper: February 28, 2018
- To IRS electronically: April 2, 2018

Questions?



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