1099 compliance can get complicated without the right tools

Manual process



Manually request a W-9 from a vendor.



Make sure the vendor's info is complete and their handwriting is legible.



Create an account on the IRS website and validate their TIN.



Request a new W-9 from the vendor if you catch any errors.



Figure out if the W-9 meets the 1099 creation requirements.



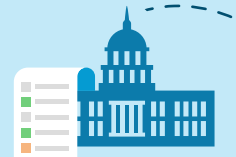
Store the W-9 in a central and secure location.



Research which states require filings in addition to the IRS.



Copy and paste information from the W-9 to a 1099.



File to the IRS and each required state one at a time.



IRS B-Notice? Make corrections to avoid heavy penalties and audit scrutiny.



Print a 1099 copy, stuff it in an envelope, and mail it to your vendor by January 31st.

Avalara

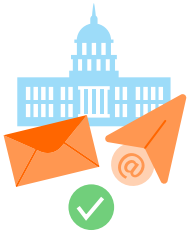
With Avalara 1099 & W-9



Request an electronic W-9 from a vendor while Avalara auto-validates the TIN in the background.



Relax. Avalara will worry about security protocols on your behalf.



Create a 1099, e-file it to the IRS with another TIN check, e-file to the required states (Avalara flags which states require e-filing) and e-deliver to your vendor (or postal mail to them) all at once.

The price of not using automation software:

Businesses that fail to collect W-9s, file with incorrect tax IDs, or make any number of minor common errors are subject to IRS penalties. Avalara software ensures W-9 and 1099 documents are handled securely and checked for accuracy – requiring a fraction of the effort from your business.

Take the complexity out of managing forms with Avalara 1099 & W-9 today

877-224-3650

https://www.avalara.com/us/en/products/1099.html