

# 1099 Reporting:

Part 6 – TIN Matching & CP2100





## TIN Matching

New suppliers' name and TIN information submitted to IRS to verify accuracy

Mismatches are communicated with the paying agencies

Agencies work with suppliers to get updated W-9, which is then sent to DOS

Supplier is TIN matched again with new W-9 information

Mismatches are inactivated in SABHRS until a positive TIN match can be completed



# TIN Matching

## **What type of response will users receive?**

The TIN Matching program provides a numerical response indicator for each match request. The potential responses include:

- '0' - Name/TIN combination matches IRS records
- '1' - Missing TIN or TIN not 9-digit numeric
- '2' - TIN not currently issued
- '3' - Name/TIN combination does NOT match IRS records
- '4' - Invalid request (i.e., contains alphas, special characters)
- '5' - Duplicate request
- '6' - (Matched on SSN), when the TIN type is (3), unknown, and a matching TIN and name control is found only on the NAP DM1 database.
- '7' - (Matched on EIN), when the TIN type is (3), unknown, and a matching TIN and name control is found only on the EIN N/C database.
- '8' - (Matched on SSN and EIN), when the TIN type is (3), unknown, and a matching TIN and name control is found on both the NAP DM1 and the EIN N/C databases.



## CP2100 & B-Notices



IRS SENDS CP2100  
REPORT IN THE FALL  
AND SOMETIMES IN  
THE SPRING



LISTS TIN  
MISMATCHES FROM  
PREVIOUS YEAR'S  
1099 FILING



DOS IS REQUIRED TO  
SEND B-NOTICES TO  
SUPPLIERS TO GATHER  
UPDATED W-9



SUPPLIERS HAVE 30  
BUSINESS DAYS TO  
RESPOND TO B-  
NOTICES



NO RESPONSE  
RESULTS IN  
INACTIVATION OF  
SUPPLIER IN SABHRS



# B-Notice



## First B Notice

State of Montana  
Do NOT send to IRS  
Date Sent XX/XX/XXXX

<b>IMPORTANT TAX NOTICE ACTION IS REQUIRED</b>		<u>RETURN TO ADDRESS BELOW</u>
<b>Backup Withholding Warning!</b>		Department of Administration State Financial Services Division 1099-MISC PROCESSING PO Box 200102 Helena, MT 59620-0102
<b>We need a Form W-9 from you before <u>December X, XXXX</u>. Otherwise, backup withholding will begin on that date.</b>		Phone: (406) 444 - 3092 Fax: (406) 444 - 2812
Account Number		
Current Name on Account		
Current TIN on Account		

The Internal Revenue Service (IRS) has notified us that the taxpayer identification number (TIN) on your account with us does not match its records. The IRS considers a TIN as incorrect if either the name or number shown on an account does not match a name and number combination in their files or the files of the Social Security Administration (SSA). If you do not take appropriate action to help us correct this problem before the date shown above, the law requires us to backup withhold on interest, dividends, and certain other payments that we make to your account. The backup withholding rate is: **24%**. In addition to backup withholding, you may be subject to a \$50 penalty by the IRS for failing to give us your correct Name/TIN combination. This notice tells you how to help us make your account records accurate and how to avoid backup withholding and the penalty.

### Why Your TIN May Be Considered As Incorrect.

An individual's TIN is his or her social security number (SSN). Often a TIN does not match IRS records because a name has changed through marriage, divorce, adoption, etc., and the change has not been reported to SSA, so it has not been recorded in SSA's files. Sometimes an account or transaction may not contain the correct SSN of the actual owner. For example, an account in a child's name may reflect a parent's SSN. (An account should be in the name and SSN of the actual owner.)

### What You Need To Do for Individuals

If you have never been assigned a social security number (or if you lost your social security card and do not know your SSN), call your local SSA office and find out how to obtain an original (or a replacement) social security card. Then apply for it. If you already have a social security number: Compare the name and SSN on your account with us (shown at the beginning of this notice) with the name and SSN shown on your social security card. Then use the chart on the next page to decide what action to take.



# THANK YOU!

Thank you for watching!

Questions? Please open a Case – SAB in ServiceNow  
or call 406-444-3092