

MEMO

From: RKL eSolutions
Date: December 2024
Subject: Tax Year 2024 1099s for Companies using Sage X3 ERP

Overview:

The Internal Revenue Service (“IRS”) requires 1099s to be completed by specific dates each year. This memo reviews important details of 1099s and what you need to know to complete your 1099s with Sage X3 ERP.

Critical Due Dates:

You are required to deliver 1099s to the recipients by January 31, 2025.

You are required to file 1099-NECs (Non-Employee Compensation) with the IRS by January 31, 2025.

You are required to file all 1099-MISC, 1099-INT and 1099-DIV with IRS by February 28, 2025.

Most filing services require processing to be done 3 days prior, though some will allow it later for an additional fee.

NOTE:

- IF YOU USE CREDIT CARDS TO PAY YOUR VENDORS YOU DO NOT HAVE TO ISSUE 1099S

What to Know for Tax Year 2024:

The IRS has not made any significant changes to 1099 reporting for Tax Year 2024. This means that if you have updated your Sage X3 ERP software in past years, you will most likely not need to apply an update to support generating 1099 information.



Important information about 1099s and Sage X3 ERP

Sage will not be releasing any downloads for 1099 updates this year.

The Sage X3 version 12.0.1099 2022 cumulative patch update includes fixes previously delivered, as well as the new 2022 1099/1096 tax reporting changes.

The 1099 2022 update is only for Sage X3 release 2019 R5 (12.0.20) and above. This update is included in 2023 R1 (12.0.33).

Overview:

Sage X3 tracks 1099 information for the following:

- 1099-NEC (Nonemployee Compensation)
- 1099-MISC (Miscellaneous Income)
- 1099-DIV (Dividends and Distributions)
- 1099-INT (Interest Income)

Sage X3 prints the following 1099 forms:

- 1099-NEC
- 1099-MISC
- 1096 summary for NEC and MISC forms

When adjusting the 1099 forms to print, use Crystal Reports. If you need assistance with Crystal Reports, please email support@rklesolutions.com and create a new support request.

Today, the primary methods for completing 1099 reporting for users of Sage X3 ERP are the following:

- Export of 1099 Data for upload to a 1099 Processing Service
 - This has become the preferred approach of most Sage X3 ERP clients. This approach removes many of the challenges that go along with completing the installation of updates against Sage X3.
 - This approach can be utilized by any company that is using Sage X3 ERP.
 - There are many companies that can be used for 1099 reporting – similar to Aatrix – which allow you to upload your data for processing.
 - Generate a CSV or Excel format file from the 1099 query function in Sage X3.
 - The file can be manipulated to use with 3rd party electronic reporting software

Changes for 2024 Form 1099-MISC:

No specific changes to be noted for Tax Year 2024.

Please consult with your tax professional to ensure that there is nothing affecting you or your company.

Sample of Form 1099-MISC for 2024:

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PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		1 Rents	OMB No. 1545-0115 Form 1099-MISC (Rev. January 2024) For calendar year _____		Miscellaneous Information	
		\$				
		2 Royalties				
		\$				
		3 Other income	4 Federal income tax withheld			
		\$				\$
PAYER'S TIN	RECIPIENT'S TIN	5 Fishing boat proceeds	6 Medical and health care payments			Copy A For Internal Revenue Service Center
		\$				
RECIPIENT'S name		7 Payer made direct sales totaling \$5,000 or more of consumer products to recipient for resale <input type="checkbox"/>	8 Substitute payments in lieu of dividends or interest			
Street address (including apt. no.)		\$				
City or town, state or province, country, and ZIP or foreign postal code		9 Crop insurance proceeds	10 Gross proceeds paid to an attorney			
		\$			\$	
		11 Fish purchased for resale	12 Section 409A deferrals			
		\$			\$	
Account number (see instructions)		13 FATCA filing requirement <input type="checkbox"/>	14 Excess golden parachute payments		15 Nonqualified deferred compensation	
		2nd TIN not. <input type="checkbox"/>				
		16 State tax withheld	17 State/Payer's state no.		18 State income	
		\$			\$	
		\$			\$	

Form **1099-MISC** (Rev. 1-2024) Cat. No. 14425J www.irs.gov/Form1099MISC Department of the Treasury - Internal Revenue Service

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Sample of Form 1099-NEC for 2024

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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 2024) For calendar year _____	Nonemployee Compensation
PAYER'S TIN	RECIPIENT'S TIN	1 Nonemployee compensation \$ _____		Copy A For Internal Revenue Service Center File with Form 1096. <small>For Privacy Act and Paperwork Reduction Act Notice, see the current General Instructions for Certain Information Returns.</small>
RECIPIENT'S name		2 Payer made direct sales totaling \$5,000 or more of consumer products to recipient for resale <input type="checkbox"/>		
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. _____	
2nd TIN not. <input type="checkbox"/>		7 State income \$ _____		
		\$ _____		

Form **1099-NEC** (Rev. 1-2024) Cat. No. 72590N www.irs.gov/Form1099NEC Department of the Treasury - Internal Revenue Service
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Sample of Form 1099-DIV for 2024

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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 2024) For calendar year _____	Dividends and Distributions
PAYER'S TIN	RECIPIENT'S TIN	1a Total ordinary dividends \$ _____	2b Unrecap. Sec. 1250 gain \$ _____	Copy A For Internal Revenue Service Center File with Form 1096. <small>For Privacy Act and Paperwork Reduction Act Notice, see the current General Instructions for Certain Information Returns.</small>
RECIPIENT'S name		1b Qualified dividends \$ _____	2d Collectibles (28%) gain \$ _____	
Street address (including apt. no.)		2a Total capital gain distr. \$ _____	2f Section 897 capital gain \$ _____	
City or town, state or province, country, and ZIP or foreign postal code		2c Section 1202 gain \$ _____	3 Nondividend distributions \$ _____	
Account number (see instructions)		2e Section 897 ordinary dividends \$ _____	4 Federal income tax withheld \$ _____	
2nd TIN not. <input type="checkbox"/>		5 Section 199A dividends \$ _____	6 Investment expenses \$ _____	
		7 Foreign tax paid \$ _____	8 Foreign country or U.S. possession _____	
		9 Cash liquidation distributions \$ _____	10 Noncash liquidation distributions \$ _____	
		11 FATCA filing requirement <input type="checkbox"/>	12 Exempt-interest dividends \$ _____	
		13 Specified private activity bond interest dividends \$ _____	14 State _____	
		15 State identification no. _____	16 State tax withheld \$ _____	

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Sample of Form 1099-INT for 2024

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PAYER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		Payer's RTN (optional)		OMB No. 1545-0112		Interest Income
		Form 1099-INT (Rev. January 2024)		For calendar year _____		
1 Interest income		\$		2 Early withdrawal penalty		Copy A For Internal Revenue Service Center File with Form 1096. For Privacy Act and Paperwork Reduction Act Notice, see the current General Instructions for Certain Information Returns.
PAYER'S TIN		RECIPIENT'S TIN		\$		
3 Interest on U.S. Savings Bonds and Treasury obligations		\$		4 Federal income tax withheld		
RECIPIENT'S name		5 Investment expenses		\$		
Street address (including apt. no.)		6 Foreign tax paid		7 Foreign country or U.S. territory		
City or town, state or province, country, and ZIP or foreign postal code		8 Tax-exempt interest		9 Specified private activity bond interest		
FATCA filing requirement <input type="checkbox"/>		10 Market discount		11 Bond premium		
		\$		\$		
12 Bond premium on Treasury obligations		13 Bond premium on tax-exempt bond		\$		
Account number (see instructions)		2nd TIN not. <input type="checkbox"/>		14 Tax-exempt and tax credit bond CUSIP no.		
				16 State identification no.		17 State tax withheld
						\$

Form **1099-INT** (Rev. 1-2024) Cat. No. 14410K www.irs.gov/Form1099INT Department of the Treasury - Internal Revenue Service

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After reviewing the 1099 information that can be tracked in Sage X3 ERP, we identified no additional changes that would be required for the 1099-NEC, 1099-DIV, or 1099-INT for tax year 2024.

Requesting Assistance from RKL:

To receive help from RKL, please [Click Here](#) to be taken to our Request for 2024 Sage X3 1099 Assistance Request page.



Request for Assistance to Generate 2024 1099's From Sage X3

Please complete this form to indicate whether or not your company will need RKL's assistance to update Sage X3 and generate 1099's for 2024.

Company Name *

Enter your company name

Contact Name *

Enter the name of the person we should contact to assist with generating 1099's or W-2's for 2024.

Contact Email Address *

Enter the contact's email address

Contact Phone Number

Sage X3 Version *

Select or enter value

Sage X3 Patch Number

Enter the Patch Number of your Sage X3 system (if known)



Reference Links

For tax information, refer to IRS.gov or contact your company tax advisor.

IRS 2024 Instructions for Forms 1099-MISC and 1099-NEC

- <https://www.irs.gov/pub/irs-pdf/i1099mec.pdf>

IRS Publication 1220 - Specifications for Electronic Filing of Forms

- <https://www.irs.gov/pub/irs-pdf/p1220.pdf>