

1099 NEC VS. 1099 MISC

NEC

\$600 Threshold

Includable Payments:

- Commissions
- Referral Fees
- Compensation for services performed
- Attorney Fees
- Payments made to: Individuals, Partnerships, Estates

Excludable Payments:

- Payments to C or S Corporations (exception: attorneys)
- Purchases of supplies/merchandise
- Payments made with a credit card

MISC

\$600 Threshold

Includable Payments:

- Rent
- Prizes and Awards
- Medical and Health Care Payments
- Payments to an Attorney (gross proceeds, not for services performed)
- Royalties (\$10 Threshold)

Excludable Payments:

- Payments to C or S Corporations (exception: medical/healthcare payments)
- Payments made with a credit card

