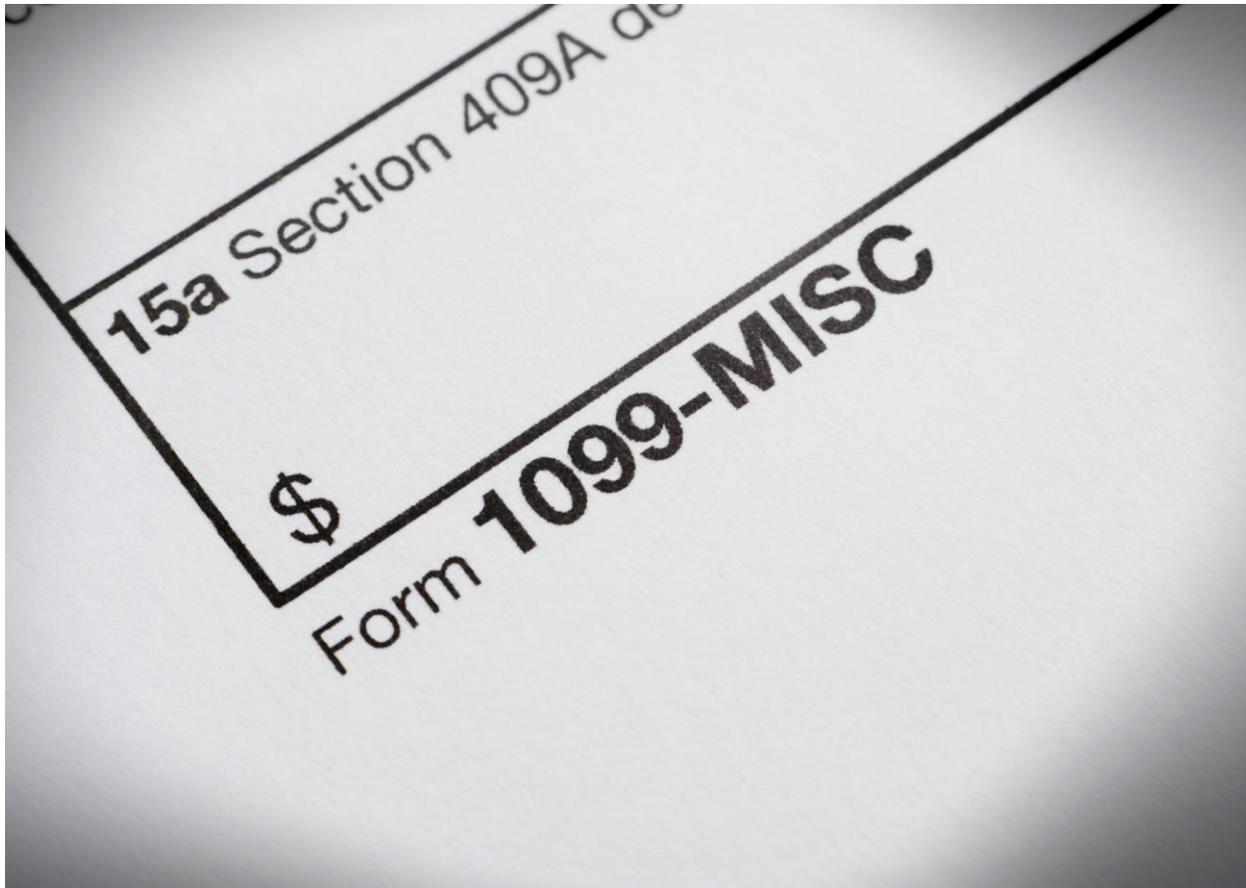




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1099 Forms

Scarlet Oak Financial Services can't give tax advice and will always recommend that you speak with your accountant, CPA or tax advisor for specific questions concerning your tax situation. These are frequently asked questions about 1099s that TD Ameritrade sends you about your investment accounts held under their custodianship. These are subject to change without notice.

If you need assistance finding tax help, we have a referral list of trusted tax professionals that our clients and we have worked with through the years. Please reach out to Faye at fsykes@scarletoakfs.com; she will be happy to send you a list of contacts.

When counting the lines on the 1099-B it appears that line 4 is being skipped. Where is this line?

Line 4 on the 1099-B is used for reporting federal income tax withheld on sales. If there has been no withholding, this line will not be relevant to your 1099-B.

What is meant by "Loss not allowed" in line 7?

This line indicates whether a corporate action that occurred in the account allows for a gain to be recognized but prohibits the investor from recognizing a loss.

How am I able to determine which securities on my 1099-B are covered and which are noncovered?

Covered tax lots will have "COVERED tax lots" in line 5 and "Basis is reported to the IRS" in line 3. Noncovered tax lots will have "NONCOVERED tax lots" in line 5 and "Basis NOT reported to the IRS" in line 3.

Why is my bond premium broken down into four categories on my 1099-INT?

TD Ameritrade breaks the bond premium down to four categories to give greater transparency to the tax payer. This information may be useful for you and your tax advisor. However, brokers only report the total bond premium for covered lots found on line 11.

There is a lot of information in the details of the 1099-B. How do I determine which information is being reported to the IRS?

The information that is being reported to the IRS on the Consolidated 1099 will have a line number next to the heading. If there is no line number next to the heading the information is being provided for informational purposes only.

How can I distinguish OID on non-US Treasury obligations and OID on US Treasury obligations on my 1099-OID?

A number 1 next to the total would indicate when an amount is for non-U.S. Treasury instruments. A number 8 next to the total would indicate when an amount is for a U.S. Treasury instrument.

What do lines 1f & 1g represent?

Line 1f represents the code which corresponds with the adjustment amount reported in line 1g. These codes are W for wash sale loss disallowed, D for market discount, and C for collectible.

Why don't the amounts on my Consolidated 1099 agree with those on my December monthly statement?

Among other things, dividend payments paid by corporations, mutual funds, and Real Estate Investment Trusts (REITs) made to you during the current calendar year may be reclassified in the following January, which leads to a difference in figures. The Consolidated 1099 is the authoritative document for tax reporting purposes to the IRS.

I am a non-resident alien for tax purposes and received a 1099 and should not have. What should I do?

If you believe you should not have received a 1099 form because you are a non-resident alien for tax purposes, please contact our administrative team; Melinda can be reached at [800-871-1219](tel:800-871-1219) or melinda@scarletoakfs.com,

to report the error. Any supporting documentation that you may have will be helpful to us. We will make every effort to research the matter quickly and issue a corrected Consolidated 1099 if needed.

Now that I've received my 1099, can I go ahead and file my taxes?

If you have received all your tax form documents, including those from other institutions, and you do not detect any errors, you should be able to file your tax return. *However, be advised that certain investment instruments, such as mutual funds and Real Estate Investment Trusts (REITs), may reallocate payments (e.g., from long-term capital gains to short-term capital gains) after the original 1099 has been issued. This may result in a Corrected 1099 being issued.

*Scarlet Oak Financial Services does not provide tax advice. It is suggested that you seek the advice of a tax planning professional concerning your personal circumstances.

What are the other tax forms not reported on my Consolidated 1099?

- 1099-R Distributions from retirement plan accounts
- 1099-Q Distributions from Coverdell ESA (Education Savings Accounts)
- 1042-S Payments subject to withholding, such as interest, dividends, royalties, pensions, and annuities for non-resident aliens
- 2439 Undistributed long-term capital gains
- 5498 Individual contributions and rollover contributions to all IRAs (including SIMPLE and SEP IRAs), employer contributions, and rollovers on SIMPLE IRAs
- 5498-ESA Contributions and rollover contributions made for you for the prior tax year for Coverdell ESAs (Education Savings Accounts). For more information about Coverdell ESAs, see IRS Pub 970, Tax Benefits for Education
- K-1 Partner's Share of Income. Credits and Deductions reported directly by the partnership

Note: If you are eligible to receive one or more of these forms, they will be provided in separate mailings.

Why does my "additional information" section list ordinary gain/loss?

Brokers must report whether any gain or loss from covered transactions is short-term, long-term, or ordinary. However, the 1099-B does not include a section for ordinary income, so TD Ameritrade has listed it in the "additional information" column.

Where can I find information regarding buy and sell transactions for options?

Index options information is provided in the 1099-B section, under Regulated Futures Contracts. Cost basis reporting is now required for options on or after January 1, 2016. Cost Basis Information for covered option sales is reported on the 2022 1099-B.

What should I do if I believe an error exists (such as my Social Security number or an incorrect dollar amount) on my Consolidated 1099 Statement?

Please contact our administrative team; Melinda can be reached at [800.871.1219](tel:800.871.1219) or melinda@scarletoakfs.com.

Any supporting documentation that you may have will be helpful to us. We will make every effort to research the matter quickly and issue a corrected Consolidated 1099, if needed.

I need help reading my 1099s.



1 - [Download a complete guide.](#)

Do you have more questions?

[Check out Scarlet Oak's Tax Center.](#)

When was the last time you had a review?

A review will allow us to discuss any changes in your financial situation, review your investments and retirement plan, and answer any of your financial questions. If you would like to schedule a review at this time, please find a time that works best for you: [Click Here to Schedule with Faye](#).

Contact Us

Scarlet Oak Financial Services

[800-871-1219](tel:800-871-1219) | [Website](#) | [1117 Perimeter Center West, Suite W-212, Atlanta, GA 30338](#)

Source of the material. To the extent that this material concerns tax matters, it is not intended or written to be used, and cannot be used, by a taxpayer for the purpose of avoiding penalties that may be imposed by law. Each taxpayer should seek independent advice from a tax professional based on individual circumstances. Scarlet Oak Financial Services provide these materials for general information and educational purposes based upon publicly available information from sources believed to be reliable—we cannot assure the accuracy or completeness of these materials. The information in these materials may change at any time and without notice.

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