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Federal Tax Reporting

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 the way and type of reporting that TD Ameritrade does 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.

How to access tax documents online if you have never signed on to your online account.

Advisors and their firms do not receive clients' tax forms.

You can log in to the TD Ameritrade site on Scarlet Oak's [Client Portal Page](#) or www.advisorclient.com.

- **If you have never logged in**, you will also need to go to the following link: advisorclient.com.
- Once on the page below, the "Log in to your account." Window, you will see, "First time here? Set up my profile." If you click "Set up my profile," it will walk you through the process. If you have any issues with the setup, please do not hesitate to contact our administrative team; Melinda can be reached at [800.871.1219](tel:800.871.1219) or melinda@scarletoakfs.com.

To see tax forms, go to **Accounts > Consolidated View > Documents** and click on Tax Forms. Or download 1099s, 1099-Rs, and 5498 tax forms at **Account Tools > File Downloads > Tax Documents**.

How to find your tax documents if you already have an online account.

You log on to the TD Ameritrade site on www.advisorclient.com.

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TD Ameritrade Tax Form schedule and what is reported.

Form name	What's reported	Availability date
Consolidated Form 1099	All reportable income and transactions for the year. Depending on your account activity, your 1099 may include: Form 1099-B, Form 1099-DIV, Form 1099-INT, Form 1099-MISC, and Form 1099-OID.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.
1099-B	Sales transactions, cover short transactions, closing options transactions, redemptions, tender offers, and mergers for cash.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.
1099-DIV	Ordinary dividends of \$10 or more from U.S. and foreign corporations, capital gains distributions, mutual fund dividends, federal and foreign tax withheld, and non-taxable distributions.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.

Form name	What's reported	Availability date
1099-INT	Interest income of \$10 or more; federal and foreign tax withheld.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.
1099-MISC	Rent or royalty payments, and substitute payments of \$10 or more, and other income totaling \$600 or more.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.
1099-OID	Original issue discounts on corporate bonds, certificates of deposit (CDs), collateralized debt obligations (CDOs), and U.S. government obligations of \$10 or more.	February 23, 2023. Depending on your activity and portfolio, you may get your form earlier.
1099-Q Payments from Qualified Education Programs	Distributions from qualified tuition programs and Coverdell Education Savings Accounts (ESAs).	February 1, 2023
1099-R Distributions from Pensions, Annuities, Retirement or Profit-Sharing Plans, etc.	Distributions from qualified retirement plans (for example, individual 401(k), profit-sharing, and money-purchase plans), or any IRAs or IRA recharacterizations.	February 1, 2023

Form name	What's reported	Availability date
480.6a Informative Return—Income Not Subject to Withholding	Payments to residents of Puerto Rico—such as dividends, interest, partnership distributions, long-term gains, liquidations, and gross proceeds—that did not have Puerto Rico tax withheld. These payments can be from a Puerto Rico or non-Puerto Rico source.	February 28, 2023
480.6b Informative Return – Income Subject to Withholding	Puerto Rico source income (generally, dividends and interest); this is subject to Puerto Rico "at source" withholding (also known as foreign tax).	February 28, 2023
REMIC/WHFIT Real Estate Mortgage Investment Conduit or Widely Held Fixed Investment Trust	Interest and original issue discount from a REMIC. The information reported on this form is in addition to the interest and Original Issue Discount (OID) as shown on your consolidated 1099.	March 15, 2023

Form name	What's reported	Availability date
1042-S Foreign Person's U.S. Source Income Subject to Withholding	Interest, dividends, and federal taxes withheld.	March 15, 2023
2439 Notice to Shareholders of Undistributed Long-Term Capital Gains	Undistributed capital gains from mutual funds and Real Estate Investment Trusts (REITs).	March 30, 2023
5498-ESA Coverdell ESA (Education Savings Account) Contribution Information	Contributions (including rollover contributions) to a Coverdell ESA.	April 30, 2023
5498 IRA (Individual Retirement Account) Contribution Information	Contributions (including rollover contributions) to any IRA.	May 31, 2023
Schedule K-1/Form 1065 Partner's Share of Income, Deductions, Credits, etc.	Distributions from partnership securities; your partnership administrator should mail your K-1 by April 15. Please note: While the K-1 form itself accounts for distributions or other items being passed through to the partners, proceeds from the sale of partnership units are reported on the 1099-B section of your consolidated 1099.	TD Ameritrade does not provide this form.

What does TD Ameritrade report to the IRS?

TD Ameritrade consolidates five separate 1099 forms into one statement to report income and securities transactions to the IRS. Please note: TD Ameritrade does not report dividend, interest, miscellaneous, or Original Issue Discount income less than \$10 to the IRS.

The Consolidated Form 1099 consists of:

- Interest Income (1099-INT) — Reports all interest payments such as bond interest. Margin interest paid is not reported to the IRS and will not appear on this form.
- Dividends and Distributions (1099-DIV) — Reflects taxable dividends, including qualified dividends that may be eligible for the capital gains rates. This form may also include non-taxable return-of-capital distributions.
- Original Issue Discount (1099-OID) — Lists income that must be reported attributable to bonds issued at a discount.
- Gross Proceeds (1099-B) — Shows security sales proceeds, less commission, on a trade-date basis including cost basis for covered sales. This form may also show bond redemptions and exchanges for cash or stock.
- Miscellaneous Income (1099-MISC) — Lists taxable income other than dividends or interest payments.

For more information regarding the specific 1099 forms, please refer to the official IRS instructions appearing on the back of your Consolidated 1099.

Are sales reported on a trade-date or a settlement-date basis?

The IRS requires that we report all sales on a trade-date basis on Form 1099-B. Therefore, sale transactions with a trade date in 2022 and a settlement date in 2023 will be reported on your 2022 Consolidated 1099 Statement.

I've received information about management fees deducted from my account by my advisor. Is this information reported to the IRS?

No. The information is provided for informational purposes only and will not be reported to the IRS.

What is the tax treatment of market discount?

Market discount is always treated as ordinary income, regardless of the type of bond.

What information from the summary pages will be reported to the IRS?

TD Ameritrade will report from page one only the 1099-DIV, the 1099-MISC, and the regulated futures contracts from the 1099-B. From page two, TD Ameritrade will only report the 1099-INT. All other summary sections are provided for informational purposes only. Please keep in mind 1099-OID, 1099-INT, and 1099-B detail will be reported to the IRS.

What is Original Issue Discount (OID), and why is it included on my 1099?

OID is the excess of a debt obligation's stated redemption price at maturity over its issue price (acquisition price for a stripped bond or coupon). Whether you receive any cash payments during the year, we are still required to report any OID.

You are required to recognize your accrued OID as it pertains to the number of bonds you own and the number of days you held these bonds during the year and continuing over the life of the obligation. Additional information can be found in the IRS publication 1212, "List of Original Issue Discount Instruments" at www.irs.gov or by calling [1-800-TAX-FORM](tel:1-800-TAX-FORM).

Is my "margin interest paid" reported on my 1099?

No. Margin interest is not a reportable item on your 1099. You will find the year-to-date margin interest figure on your December account statement. However, for your convenience we do provide the margin interest charged on the Consolidated Forms 1099 Expenses section.

Why aren't my Master Limited Partnership (MLP) distributions included on my 1099?

MLP information is reported on a separate K-1 form by the partnership. The K-1 form is mailed in mid-April by the MLP. The partnership should be contacted directly if the K-1 was not received.

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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