



CIRCULAR

STATE OF NEW JERSEY

DEPARTMENT OF THE TREASURY

NO.: 07-04-OMB	ORIGINATING AGENCY: OFFICE OF MANAGEMENT AND BUDGET	PAGE 1 OF 1
EFFECTIVE DATE: 08-01-06	EXPIRATION DATE: INDEFINITE	SUPERSEDES: 94-11-OMB
SUBJECT: FORM 1099 ISSUANCE		
ATTENTION: CHIEF FISCAL OFFICERS		
FOR INFORMATION CONTACT: CHERYL SCHWARTZ		PHONE: (609) 292-4820

In accordance with Internal Revenue Service Regulations, the State of New Jersey is required to issue various types of Form 1099 to individuals and vendors who have been paid more than \$600 in a calendar year through the State's financial system.

Form 1099-MISC, *Miscellaneous Income*, is issued to individuals who have rendered a service or have received rent from the State. As a rule, a 1099-MISC is not issued to a corporation, except corporations that are in the legal, medical or health care services.

Form 1099-INT, *Interest Income*, is issued to vendors who received prompt payment interest.

Form 1099 S, *Proceeds from Real Estate Transactions*, is issued to vendors who were paid by the Department of Transportation's Right of Way Program or Department of Environmental Protection's Green Acres Program.

The State's financial system generates the forms each January for the previous calendar year. The logic used to generate a 1099 is a combination of a 1099 indicator on the Vendor and Object Tables.

Agencies are reminded to use correct object codes when making payments to insure the proper 1099 is generated.

Charlene M. Holzbaur
Director