

Federal Reporting System

The StoneRiver Federal Reporting system gives you a streamlined method of complying with all Internal Revenue Service (IRS) regulations regarding Form 1099 and related reporting. This flexible system accepts data from any outside system that exports ASCII files, so it's easy to consolidate and centralize a process that's often fragmented and needlessly complex. The Federal Reporting system simplifies maintenance of B Notices, and retains a three year history in compliance with IRS regulations. Federal Reporting is a fully independent application that can be used with a variety of financial applications. Our Accounts Payable clients enjoy additional features, thanks to StoneRiver integration.

- Initial setup is streamlined and centralized.
- Your filing process is consolidated in one system and department.
- Data can be imported via ASCII file, or entered online.
- Information is consolidated by Taxpayer ID, account number, and form type.
- Data from the StoneRiver AP system can be interfaced to the Federal Reporting System for one or more companies simultaneously.
- Flexible printing and export options include:
 - All recipients for all forms
 - All recipients for specific forms or states
 - Specific recipients
 - Corrected forms only
- Data for B Notices (Request for Corrected Information) is captured and easily merged with first and second notice templates. The associated W-9 can also be generated from the Federal Reporting system.
- Microsoft® Word can be launched directly from the Federal Reporting B Notice function.
- The export option writes formatted 1099 information to a file in the approved IRS format, including original, corrected, replacement or test data.
- An export file can be submitted electronically to the IRS.
- The IRS Transmittal View conveniently displays summary information for each 1099 print run or data export. Drill-down functionality allows you to view the total dollars and tax for the form.
- The system's extensive audit trail tracks both activities and users.
- Report and View functions can be used to query IRS transmittal information and create both summary and detail reports.
- To help control identify theft, users have the option to mask the first five characters of the Social Security number when printing the recipient copies.

Controls

The Federal Reporting system allows you to set defaults and customize the system to match your organization's specific requirements. The Control File and State Identification Number information are set up for each company prior to 1099 processing. Control File data include the transmitter's name, address, control code, and other payer information.

Transactions

All information that enters the system can be viewed and modified in the Transaction Maintenance windows (*screen views on back*). These windows are also used to add new 1099s to the system, make changes to 1099 information, or delete 1099 information. Just print an Edit Listing to verify the accuracy of 1099 information before transmitting to the IRS.

Transaction windows (above and below) make it simple to add, view, modify or delete 1099 data within the system.

Reports and Views

The Reports and Views functions allow you to create summary and detail reports, and query IRS transmittal information. The Detail Report lists each 1099 transaction, plus any additional information entered for a particular vendor. The Summary Report shows only summary totals of 1099 data.

The IRS Transmittal View displays summary information for each 1099 print run, or data export.

Simply select an entry on the transmittal record list and the system will display the total number of 1099s for each

The screenshot shows the '1099-MISC Maintenance' window for 'STONERIVER CASH COMPANY'. The form details include:

- Form: 1099MISC
- TIN: 370123283
- Type: EIN (selected)
- Acct No: [empty]
- Record No: 00000
- Name: CONSULTING, ETC.
- Name 2: [empty]
- Address: 4303 1ST AVE. N.W.
- City: CEDAR RAPIDS
- State: IA
- Zip: 52404
- Foreign Address: [empty]
- Change Options:
 - Revise Original
 - Create Corrected
 - Change Tin/Acct No
- Misc Form Info:
 - Corrected Form
 - 2nd TIN Notice

The system's Transaction windows (above and below) make it simple to add, view, modify or delete 1099 data in the system.

The screenshot shows the 'Miscellaneous Income Information' section of the 1099-MISC Maintenance window. The fields include:

- 1. Rents: [empty]
- 2. Royalties: [empty]
- 3. Other Income: [empty]
- 4. Federal Inc Tax Withheld: [empty]
- 5. Fishing boat proceeds: [empty]
- 6. Medical & Health Payments: [empty]
- 7. Nonemployee Compensation: 0.500.00
- 8. Substitute Payments: [empty]
- 9. 5,000 Plus to buyer: Yes
- 10. Crop Insurance Proceeds: [empty]
- 13. Golden Parachute: [empty]
- 14. Attorney Proceeds: [empty]
- 15a. Sect. 409A deferrals: [empty]
- 15b. Sect. 409A income: [empty]
- State Information:
 - 16. Tax: [empty]
 - 17. ST: [empty]
 - ID: [empty]
 - 18. INC: [empty]
- ** Combined Federal-State Filing: [empty]

form, along with the total dollar amount and total tax for that run. An additional drill down allows you to view the total dollars and total tax for that specific form.

The B Notice module provides an easy way to enter or import the information required to produce B Notices and retain the history required by the IRS. The Federal Reporting system simplifies the process of personalizing B Notices through its compatibility with Microsoft Word.

The B Notice Print function produces separate data files for first and second time recipients, and allows you to generate the corresponding W-9 form.

StoneRiver Federal Reporting software helps you manage the most frequently used 1099 income reporting categories:

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| 1098 | <i>Mortgage Interest Statement</i> |
| 1098-C | <i>Contributions of Motor Vehicles, Boat, Airplane</i> |
| 1098-E | <i>Student Loan Interest Statement</i> |
| 1098-T | <i>Tuition Statement</i> |
| 1099-A | <i>Acquisition/Abandonment of Secured Property</i> |
| 1099-B | <i>Broker and Barter Exchange Trans</i> |
| 1099-C | <i>Cancellation of Debt</i> |
| 1099-CAP | <i>Changes in Corporate Control & Capital Structure</i> |
| 1099-DIV | <i>Dividends and Distributions</i> |
| 1099-G | <i>Certain Government Payments</i> |
| 1099-H | <i>Health Insurance Advance Payments</i> |
| 1099-INT | <i>Interest Income</i> |
| 1099-LTC | <i>Long-Term Care and Accelerated Death Benefits</i> |
| 1099-MISC | <i>Miscellaneous Income</i> |
| 1099-OLD | <i>Original Issue Discount</i> |
| 1099-PATR | <i>Taxable Distributions Received from Cooperatives</i> |
| 1099-Q | <i>Qualified Tuition Program Payments (under Section 529)</i> |
| 1099-R | <i>Distributions from Pensions, Annuities, etc.</i> |
| 1099-S | <i>Proceeds from Real Estate Transactions</i> |
| 1099-SA | <i>Distributions from an Archer MSA/Medicare +Choice MSA</i> |
| 3921 | <i>Exercise of an Incentive Stock Option Under Sec. 422(b)</i> |
| 3922 | <i>Transfer of Stock Acquired thru Employee Stock Purchase Plan Under Sec. 423(c)</i> |
| 5498 | <i>IRA and Coverdell ESA Contribution Information</i> |
| 5498-ESA | <i>Coverdell ESA Contribution Information</i> |
| 5498-SA | <i>Archer MSA or Medicare+Choice MSA Information</i> |

NOTE: Federal Reporting requires the installation of a Pervasive® database.

For more information on the convenience of the StoneRiver Federal Reporting system, contact your sales representative at 800-815-7134.