

US Form 1099-K, W-9 Form, W-8 Form, Withholding, B Notice, and Tax Reporting

GUIDE.SUMMARY All US payment processors, including eBay Commerce Inc., are required to provide information to sellers and to the IRS about customers who receive payments for the sale of goods or services through eBay. The Form 1099-K includes the gross amount of all reportable payment transactions within a calendar year. This means:

- The amount on the form will most likely be larger than the sellers payouts summary.
- The gross amount of the reportable payment will not take into account any adjustments for credits, cash equivalents, discounts, refunds, selling fees, or any other amounts.

Form 1099-K does not include the sales tax when it is automatically collected and remitted by eBay. If the seller is collecting the sales tax, it will be included in the gross amount reported. Only those eBay transactions that are processed by eBay Commerce Inc. will be considered for purposes of the eBay Commerce Inc. IRS Form 1099-K. If the seller had sales through eBay as well as another payment service (PayPal, etc), the seller may receive more than one IRS Form 1099-K for their eBay activity. Each payment will be reported by the payment service provider that executed the transaction. The same payment will not be reported twice.

GUIDE.RELATED_LINKS

- [Help Pages](https://www.ebay.com/help/selling/fees-credits-invoices/ebay-form-1099k?id=4794): eBay and Form 1099-K
- [Reconciling your eBay sales transaction](https://www.ebay.com/help/selling/fees-credits-invoices/reconciling-ebay-sales-transactions?id=4847)
- [Taxes and import charges](https://www.ebay.com/help/selling/fees-credits-invoices/taxes-import-charges?id=4121#section4)
- [Tax information \(Seller Center\)](https://pages.ebay.com/seller-center/service-and-payments/tax-information.html#form-1099-k)

Related articles

GUIDE1664 - Payments verification - Know Your Customer (KYC) - Talking Points and WorkflowsGUIDE1763 - Payments verification - Know Your Customer (KYC) / Know Your Business (KYB) PolicyGUIDE1754 - Managed payments - Payouts</h2></h2>GUIDE.TALKING_POINTS </a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#form_1099_k_general">General Form 1099-K Information</a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#access_use_1099_k">Accessing and using your 1099-K</a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#2022_threshold_changes">2023 Threshold changes</a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#form_w9">IRS Form W-9</a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#personal_info_security">Personal information & Security</a

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en_US#b_notice">B Notice <hr> Form 1099-K What is a Form 1099-K? On November 21, the IRS announced a one year delay for the previous \$600 threshold requirements. In 2023, the thresholds will revert back to 2022 thresholds, including the lower state thresholds as listed below. A Form 1099-K is an information return that taxpayers receive to report income from payment card and third party network transactions. It includes the unadjusted gross amount of all payment transactions within a calendar year. This gross amount doesnt include any adjustments for credits, discounts, fees, refunds or other amounts. Well send you a Form 1099-K if you sell more than \$20,000 and have 200 transactions for 2023. You will also receive a Form 1099-K if you meet state thresholds or have experienced backup withholding.

State	Threshold	Notes
Arkansas	\$2,500	
District of Columbia	\$600	
Illinois	\$1,000	4 or more transactions
Maryland	\$600	
Massachusetts	\$600	
Missouri	\$1,200	
New Jersey	\$1,000	
Vermont	\$600	
Virginia	\$600	

 Your sales through online marketplaces like eBay are considered reportable income once they are over a certain dollar amount. Because eBay processes payments for these sales, IRS regulations require us to issue a Form 1099-K for U.S. sellers who

sell more than the federal thresholds, or meet state thresholds, or have experienced backup withholding.

The federal threshold to receive a Form 1099-K was \$20,000 and 200 transactions through 2022, and changed to \$600 on January 1st, 2023.

When calculating your taxable income for your income tax return, you should consider the amounts shown on your Form 1099-K.

Will I receive an IRS Form 1099-K?

On November 21, 2023, the IRS announced that they are postponing the \$600 gross sales threshold for 1099-K forms for the year 2023, reverting to the previous threshold of \$20,000 and 200 items. You will receive a Form 1099-K if you meet federal thresholds, or if you have experienced backup withholding, or if you meet your individual state threshold.

As of January 1, 2024, you'll receive an IRS Form 1099-K if you have more than \$600 in gross amount across any number of transactions within the calendar year. This is a revision from previous years when the threshold was more than \$20,000 USD in gross amount and more than 200 transactions within the calendar year.

I did not cross the updated threshold in 2023 of \$20,000 and 200 sales, why are you not removing my TIN check and payout block?

New consumer rights regulation in US States requires us to ask high-volume sellers to provide some additional information.

See

https://cskb.vip.ebay.com/csxbapp/art?page=content&id=GUIDE1664&actp=search&viewlocale=en_US&answerid=16777220&uniqueid=16777220:8400320&searchid=17&curPage=art&prevPage=srp#Inform%20Act The US INFORM Laws

for more information.

We have a legal obligation to collect and verify the seller information.

How is the gross amount determined for Form 1099-K reporting purposes?

The gross amount includes all sales of goods or services in a single calendar year. The gross amount of the reportable payment will not take into account any adjustments for credits, cash equivalents, discounts, refunds, selling fees, or any other amounts. Therefore, the amount on IRS Form 1099-K may be higher than what you may consider your eBay activity. The dollar amount of each transaction will be determined on the date of the

transaction.

- I sell across multiple accounts, does each account have its own threshold?
- No. We combine any sales associated with the same Tax ID Number (TIN). However, If you have multiple accounts that do not exceed the threshold individually, but the combined payments do exceed the threshold, you will receive a Form1099-K for each account.
- Will I have to pay taxes if I receive a 1099-K?
- Not necessarily. Just because you receive a Form 1099-K doesn't automatically mean that you'll owe taxes on the amount reported on your Form 1099-K. The Form 1099-K shows the gross amount, but you are taxable on your net income.
- Only goods that are sold for a profit are considered taxable, so you won't owe any taxes on something you sell for less than what you paid for it. For example, if you bought a bike for \$1,000 last year, and then sold it on eBay today for \$700, that \$700 you made would generally not be subject to income tax.
- Please consult a tax professional if you have questions about tax filing or regulations.

Where can I find more information about Form 1099-K?

<https://www.irs.gov/payments/general-faqs-on-new-payment-card-reporting-requirements>; General IRS FAQs on this topic

We have partnered with TaxAct to help you understand and prepare your tax return. For more information, visit the Tax information center in our Help and Contact pages.

I am a single-member LLC or a Sole Prop but my Form 1099-K was issued under my SSN / ITIN not the EIN I provided. How do I get this corrected?

The IRS guidance is to issue Form 1099-Ks for income under the SSN/ITIN for sole-props and single-member LLCs. Please consult with a tax professional for any questions you might have. You might also refer to the IRS page for single-member LLCs or the 2022 General Instructions for filing 1099-Ks :

<https://www.irs.gov/businesses/small-businesses-self-employed/single-member-limited-liability-companies#:~:text=An%20LLC%20will%20need%20an,Application%20for%20Employer%20Identification%20Number>; <https://www.irs.gov/businesses/small-businesses-self-employed/single-member-limited-liability-companies#:~:text=An%20LLC%20will%20need%20an,Application%20for%20E>

Corporation. This is an edge case. In this use case, we should use the LLCs (treated as a corporation) name and EIN on the Form 1099-K. These sellers can have the form reissued

If a customer states that their LLC is owned by a business that is an S-Corp, C-Corp, or Partnership, OR the LLC filed Form 8832 with the IRS and the LLC itself is treated as a Corporation, we can ask the customer to email a completed W-9 to informationreporting@ebay.com. The subject line must be exactly as follows [secure] + User ID

The customer will need to download a copy of the W-9 from the IRS website and send the completed form directly to informationreporting@ebay.com. The customer doesn't need to wait for that email to contact them first

Customers can expect a response in 7-14 business days

We also ask that the seller correct the account type for 2023 to avoid the same issue in 2024

All other corrections will go through the established process, we should only use this email path for single member LLC corrections.

Email this SOL to the customer with details as well via outbound email in Communicator:

https://cskb.vip.ebay.com/csKBapp/art?page=content&id=SOL11650&viewlocale=en_US&curPage=art&prevPage=srp SOL11650

[id="how_dl_tx_history"](#) name="how_dl_tx_history"

How do I download my transaction history to reconcile with my Form 1099-K?

You can download your 1099-K Detailed Report, which will provide a detailed breakdown of the transactions recorded on your 1099-K. If you have fewer than 200 payment transactions (See Box 3 on your Form 1099-K), your 1099-K Details report will also show refunds and shipping labels at the order level. If you have more than 200 payment transactions, you can view this info in your Refunds and Expenses reports.

Here's how to download your 1099-K detailed report in Seller Hub:

- Go to the <https://www.ebay.com/sh/fin> Payments tab in Seller Hub
- From the menu on the left, select Taxes
- Select

[Download 1099-K Details report](https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/GUIDE1765_Download%201099-K%20Details%20report.png)

Here's how to download your 1099-K detailed report in My eBay:

Go to [Payments](https://www.ebay.com/sh/fin) in My eBay

On the Payments page find the **Taxes** section

Select **Tax Prep**

To understand how your gross amount was calculated:

Download 1099-K Details report

Total the gross amount column

Compare with Box 1a on your form 1099-K

Why does my Form 1099-K not match my transaction Report?

Form 1099-K is an IRS information form, and it is different from a sales / Transaction Report for two reasons:

The Form 1099-K includes the unadjusted gross amount of all reportable payment transactions (= item price + shipping and handling paid by buyer). Unadjusted means that any refunds, cancellations or eBay fees are not accounted for in this total.

Transactions covered in Form 1099-K are selected based on when funds settle to eBay. This means that Form 1099-K uses the settlement date, which is the date a bank settles a buyer payment to eBay, and does not use the transaction date, which is when the buyer paid for the item. The transaction date is the date used on the transaction report.

Accessing and using your Form 1099-K

When can I expect to receive my Form 1099-K?

If you meet the IRS threshold, you should receive a Form 1099-K by January 31. It will be available for download in your account under reports, and a physical copy is also mailed to the registered address on file.

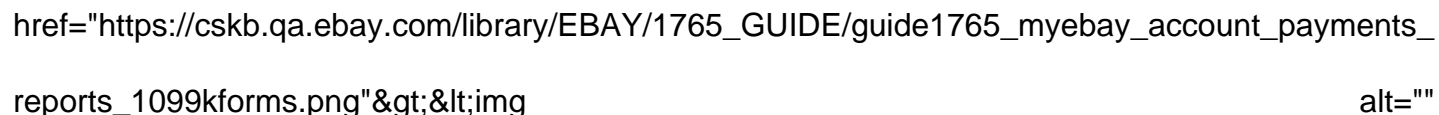
How will I receive my Form 1099-K?

We'll provide your Form 1099-K through Seller Hub, My eBay, and regular mail.

You can opt in to receiving your

form only digitally by selecting Online only in your 1099-K Forms preference. Instructions:

- My eBay
- Selling
- Payments
- Taxes
- Form 1099-K

The image is a screenshot of a web page from eBay's Seller Hub. It shows a navigation menu on the left with options like 'My eBay', 'Selling', 'Payments', 'Taxes', and 'Form 1099-K'. The main content area is titled 'Seller hub Payments Taxes Form 1099-K' and contains a heading 'I'm expecting an IRS Form 1099-K, but I haven't received it yet. What should I do?'. Below this heading, there are several paragraphs of text providing instructions on how to resolve the issue, including checking the seller's address and contacting them if necessary. The text is partially obscured by a large, semi-transparent watermark that reads 'eBay'.

I'm expecting an IRS Form 1099-K, but I haven't received it yet. What should I do?

If you still haven't received your IRS Form 1099-K after the first week of February, please contact us to inquire about having your form resent.

Internal information

If the seller was eligible for a Form 1099-K based on their sales volume, and there isn't one available to them through My eBay/Seller Hub, verify with the seller that their address on file is correct. If correct, submit a request to your leader, and inform the seller a new form will be available to download in 14 business days.

Can eBay help me with my tax return?

We can provide you with transaction information but were unable to give you tax advice. Please reach out to a tax professional if you have any questions or concerns about tax filing or regulations.

We have a partnership with TaxAct and you can get more information on

the Seller Center page about the eBay and TaxAct Partnership

Will I receive a Form 1099-K for my eBay sales if I'm a US citizen and file US tax returns, but live in a different country?

Yes, the requirements apply to United States citizens selling in other countries.

How does this affect me if I am not a US Citizen or resident?

These 1099-K reporting requirements won't impact you if you are a non-US resident selling on eBay. However, you may be required to provide a Form W-8 to eBay in order to claim non-US status.

en_US#form_w8_details">See more information here. What if I'm a casual seller? We realize providing personal information and receiving a tax form is not ideal for casual sellers. The impact of this change will be that millions of Americans cleaning out their garage or selling a few used items to make extra money will now receive a 1099-K tax form. See what we're doing to help 2023 Threshold Changes What are the 2023 threshold changes? In early 2021, Congress passed the American Rescue Plan Act of 2021. As part of this act, the threshold requirement for eBay and other marketplaces to issue Form 1099-K changed. Before the American Rescue Plan took effect, the IRS required eBay to issue a 1099-K if you received at least \$20,000 in gross payments and conducted at least 200 transactions. Some states had lower reporting thresholds than the IRS. Under the American Rescue Plan, eBay is required to issue you Form 1099-K if your gross sales amount to \$600 or more in a calendar year. However, the IRS has delayed the implementation of this new threshold and for 2023, the old threshold of \$20,000 in gross sales and 200 transactions still applies. We'll provide Form 1099-K to you in early 2024. When will I have to provide my SSN, EIN, or ITIN? If you haven't already given us your Social Security Number (SSN), Employer Identification Number (EIN) or Individual Tax Identification Number (ITIN), we'll ask you to provide it once you reach the \$600 gross amount. This will help in preventing backup withholding as required. What if I don't provide you with my SSN, EIN, or ITIN? This information is required for all sellers with sales over a certain amount. If you don't provide us with a SSN, EIN or ITIN, your payouts will be put on hold, and we may deduct 24% backup withholding from payouts until we have your 9-digit TIN. eBay is required to apply federal and if applicable, state backup withholding until you provide us with your valid TIN (SSN, EIN, or ITIN). eBay applies withholding by quarter, and will still block the gross payout for transactions outside of that quarter.

 How is the federal or state threshold calculated? The threshold is calculated on your total sales starting Jan 1, 2023. This includes shipping costs and it is not adjusted for credits, cash equivalents, discount amounts, fees, refunded amounts, or any other amounts. All amounts are reportable. Certain amounts that may be included in Form 1099-K may be excluded from your taxable income and not subject to income tax. For example, if you sell personal items on eBay for less than what you paid for them, those amounts may be reported on your Form 1099-K, but may not be subject to income tax. We encourage you to contact a tax professional if you have any tax questions.

 Does the change only apply to eBay? No, IRS regulations require all businesses that process payments, including online marketplaces like eBay, to issue a Form 1099-K to all sellers who sell more than \$20,000 and have at least 200 transactions in 2023.

 I have not reached the federal reportable income threshold for 2023, my payouts are blocked and I dont want to provide my SSN to anyone until its absolutely necessary. I need my funds to pay my bills, why cant you release my payouts? eBay is required to collect your valid TIN (SSN, EIN or ITIN). When you dont provide your valid TIN or the IRS notifies eBay that your name/TIN combination doesnt match their records, eBay may block payouts and backup withhold. You are being asked for this information because you are either considered a high volume seller, have either passed the IRS thresholds, or had withholding in 2023 and will be issued a 1099-K for the current tax year.

 IRS Form W-9 Why am I being asked to fill out a Form W-9? When you provide your Tax ID, eBay will verify it with a third party service provider. If your details cannot be verified, then we will request that you provide a Form W-9. The Form W-9 is needed as certification of your information for Form 1099-K reporting purposes. Alternatively, the IRS notified eBay that the legal name and/or Taxpayer Identification Number (TIN) associated with your eBay account(s) do not match what the IRS has in its record. Why does eBay need this information from me? The

IRS requires all businesses that process payments to issue a Form 1099-K to sellers for whom eBay has processed more than \$20,000 and 200 transactions within the calendar year. In order to issue you a Form 1099-K, we need to validate your Tax ID Number. We are also required to collect and verify this information due to withholding obligations and other regulatory requirements. See https://cskb.vip.ebay.com/csxbapp/art?page=content&id=GUIDE1664&actp=search&viewlocale=en_US&answerid=16777220&uniqueid=16777220:8400320&searchid=17&curPage=art&prevPage=srp#Inform%20Act

The US INFORM Laws for more information. What if I don't complete the Form W-9? If you don't update your TIN or provide us with a filled out, signed and dated Form W-9, your payouts will be put on hold. Once you provide us with the form, we will release the hold on your payouts. If you don't provide us with a Form W-9, we will begin backup withholding of 24% of your payouts. How will the new thresholds affect my 2021 tax return and/or previous tax returns? In March 2021, Congress passed the American Rescue Plan Act of 2021. As part of this act, the threshold requirements for receiving a Form 1099-K changed. Before Dec 31, 2022, the IRS required eBay to issue a Form 1099-K if you received more than \$20,000 in gross sales and conducted over 200 transactions. Some states had different thresholds. After Jan 1, 2024, the IRS requires that eBay issue you a Form 1099-K if you sell more than \$600 over the course of a calendar year. We'll provide this form to you in early 2025. This legislation affects all sellers whose sales total more than \$600 in 2024. You should expect to receive a Form 1099-K, in 2024, if your total sales are more than \$600. There's no minimum amount of transactions. The law applies to sellers that are US citizens, US residents or US organized businesses. I received notification from eBay recently and have already updated the information in my eBay account(s). What should I do now? Once the information is updated, we submit it for verification. This can take anywhere from a few minutes to a few hours. Internal Information

 Most of the time it takes just a few minutes. If we are able to verify, any blocks due to having an unverified TIN are removed. Internal Information

 Other than instances outlined here of failed verification or notification from the IRS, we will only attempt to re-verify a TIN if the seller updates the TIN on file.

 If we are unable to verify their TIN the first time, the seller will need to submit a W-9, either mailed in or through electronic submission. The seller should correct any errors on their eBay account first, and then submit the W-9. Once this is completed, the payout block will be automatically removed.

 I provided a W-9 form last year. Why do I need to provide one again?

 If the TIN on the Form W-9 you submitted is incorrect, we are required to collect another signed and dated Form W-9. eBay and sellers are required to comply with IRS requirements when the IRS notifies eBay that the sellers name/TIN combination does not match the IRS database. The first time a seller receives this notice of name/TIN mismatch (aka First B Notice), eBay is required to collect a Form W-9 with the sellers legal name, TIN, signature and date. I dont want to fill out a W-9. The information on my account is correct. In order to remove any payout blocks, a Form W-9 with the sellers legal name, TIN, signature and date will need to be provided. Otherwise, payouts will be on hold and ultimately subject to 24% backup withholding. A seller will still be able to buy and sell, however, the payouts will be blocked and ultimately subject to 24% withholding unless eBay receives a Form W-9 with the sellers legal name, TIN, signature and date. Personal information & Security Why do I need to provide my full SSN or ITIN? Were required by federal tax law to ask for the full nine-digit SSN or ITIN for each of our primary account holders. The IRS requires your full SSN or ITIN to be compliant with the laws related to Form 1099-K. Having accurate information about our customers ensures there are no payout delays. How does eBay use my private

information? Our goal is to build and maintain a safe and trustworthy community for our customers. To do this, we need accurate information about our customers, including your ITIN or SSN. Learn more about privacy and security in our Privacy Center. How does eBay keep my information secure? We're committed to protecting your personal data with leading edge information privacy and security programs to ensure your data is secure. We also recommend you enable 2-step verification. We'll give you ongoing visibility into any information we collect, and the ability to easily update your preferences at any time. Learn more about our data security in our Security Center. Why does eBay need to verify my SSN or ITIN? If you have a seller account, we'll need your nine-digit SSN or ITIN to make sure your Form 1099-K is accurate. This helps you avoid any delays when receiving your payouts and for us to comply with tax laws. How will I know when my SSN or ITIN is verified? You'll start receiving payouts again immediately once your SSN or ITIN is verified, provided you don't have any other account issues. What if my SSN or ITIN doesn't pass verification? If your information doesn't pass verification, we'll let you know through My eBay or Seller Hub. You'll then be prompted to double check: Your full nine-digit Social Security number (SSN) or Individual Tax Identification Number (ITIN) was entered correctly.Your name matches your legal name (example: "Mike" vs "Michael") and there are no typos. If it's still not passing verification, you can fill out the electronic Form W-9. What if I don't have a SSN? Can I provide an ITIN or apply for a SSN? If you don't have a SSN, it's acceptable to provide an ITIN. You can find more information about applying for an ITIN from the IRS. I'm a registered business. Do I still need to provide my TIN? Yes. If you're selling

as a business entity (sole proprietor/single-member LLC, corporation/multi-member LLC, partnership), you'll need to provide:

- Individual identification information for beneficial owners, officers, directors, or account managers
- Legal business name
- Doing Business As (DBA) name (if you have one)
- SSN, ITIN or Employer Identification Number (EIN)
- Business address
- Phone number

What happens if I don't provide my SSN or ITIN?

Since this information is required for all sellers with sales over a certain amount, if you don't provide us with a SSN or ITIN, your payouts will be put on hold, your ability to list and sell on eBay may be restricted, and we may deduct 24% backup withholding from your payouts. If this information doesn't pass verification, your selling privileges may be restricted until we verify your details.

Why haven't other selling platforms asked for my SSN?

We can't speak for other platforms, but the same rules will apply if you sell more than \$600 on other sites. This law applies to all third party settlement organizations and payment processors, including online marketplaces that process payments.

[Deleted accounts](#) Why can't you help me with changes that need to be made to Form 1099-K for my deleted account?

We cannot make any changes to a Form 1099-K associated with a deleted account. We cannot access historical information pertaining to deleted accounts.

[Withholding](#) What is backup withholding?

The IRS requires eBay to withhold 24% if:

- 1) the seller has not provided a valid TIN to eBay;
- 2) the IRS notifies eBay that the seller's name/TIN combination does not match the IRS records; or
- 3) the seller notifies eBay that they are subject to backup withholding.

This 24% withholding from payouts is to ensure the IRS receives the tax due on this income and it is known as "backup withholding".

Why am I subject to backup withholding?

eBay is required to backup withhold if we don't have a valid TIN (EIN, SSN or ITIN) on file and when the IRS notifies us that your eBay name/TIN combination does not match the

name/TIN combination the IRS has on file. These notices can be a First B Notice or a Second B Notice.

- Why are my funds being withheld?

eBay is required to collect your valid TIN (SSN, EIN or ITIN). When you don't provide your valid TIN or the IRS notifies eBay that your name/TIN combination doesn't match their records, eBay blocks out payments. To prevent payout blocks or payout delays, ensure you give us your valid TIN. eBay will have to block payouts and withhold 24% if:

- Seller does not give a TIN
- Seller gives an incomplete TIN or an obviously invalid TIN
- IRS sent a First or Second B Notice for the seller
- Seller crossed out the jurat certification on the W-9 submitted to eBay

What is the rate of Federal backup withholding?

- The current rate of Federal backup withholding is 24%.

What states have backup withholding?

- Currently, California, Vermont and Maine.

Why am I subject to California backup withholding and what is the rate?

- If you are subject to Federal backup withholding, California requires that we also withhold 7% of your payout.

Why am I subject to Maine backup withholding and what is the rate?

- If you are subject to Federal backup withholding, Maine requires that we also withhold 5% of your payout.

Why am I subject to Vermont backup withholding and what is the rate?

- If you are subject to Federal backup withholding, Vermont requires that we also withhold 30% of Federal backup withholding or 7.2% of your payout.

Why do I have backup withholding in more than one state?

- If you moved during the year from one state that requires backup withholding to another state that requires backup withholding, eBay is required to withhold from the gross payout made to you when you were a resident of each state.

Why does my Form 1099-K show backup withholding in two states?

- If you moved during the year from one state that requires backup withholding to another state that requires backup withholding, eBay is required to withhold from the gross payout made to you when you were a resident of each state. If eBay remitted backup withholding to more than one state, your Form 1099-K will reflect all of the states

from which backup withholding was imposed on your gross payout. How do you calculate how much to withhold? The IRS requires eBay to apply 24% backup withholding on your total sales. Once backup withholding is applied, eBay cannot refund it, even if the buyer returns the item. The states that require backup withholding also require eBay to apply withholding on your gross payout. How do I see how much tax has been withheld? Check the "All Transactions" section within Payments on My eBay or Seller Hub to see which transactions had tax withheld and the total tax amount. A transaction report from Seller Hub can also be used to reference the amount of tax withheld. Why are a portion of my payments still on hold? eBay is required to apply federal and if applicable state backup withholding until you provide us with your valid TIN (SSN, EIN, or ITIN). eBay applies withholding by quarter, and will still block the gross payout for transactions outside of that quarter. How do I get my money? How do I remedy it? If you provide eBay your TIN (SSN, EIN or ITIN), eBay will release your payout block as long as there are no other pending account issues. If I give you my TIN, can eBay refund the backup withholding already applied? Unfortunately, once eBay withholds and remits the amounts to the IRS and the State, eBay cannot legally refund the withholding even if the buyer returns the item. That is why it is so important to give eBay your valid TIN before your gross payouts reach \$600. How do I get the backup withholding back from the IRS? Once eBay issues the Form 1099-K and you file your income tax return, you can either claim the amounts eBay withheld as credit towards your income tax liability or you can get a refund from the IRS. Where can I find the backup withholding on Form 1099-K? Federal backup withholding will be shown on box 4. State backup withholding will be shown on Boxes 6, 7 and 8. Why did eBay withhold on a returned order? If you are subject to backup withholding at the time of the order, eBay is required to withhold and remit to the IRS/state. Once the withholding is remitted to the IRS or the state, eBay cannot refund it, even if the order is

returned.

- Why did eBay withhold on a canceled order?

If you are subject to backup withholding at the time of the order, eBay is required to withhold and remit to the IRS/state. Once the withholding is remitted to the IRS or the state, eBay cannot refund it, even if the order is canceled.

- Why did eBay withhold on my gross payout?

Tax law requires eBay to withhold on the gross payout.

- Why are my payments still blocked after withholding?

eBay is required to apply federal and if applicable state backup withholding until you provide us with your valid TIN (SSN, EIN, or ITIN). eBay applies withholding by quarter, and will still block the gross payout for transactions outside of that quarter.

- Where can I see the details of the orders subject to backup withholding?

In the "All Transactions" section within Payments on My eBay and Seller Hub, you can access more details to find a list of orders that were subject to backup withholding.

- How can eBay stop backup withholding (no TIN on file)?

If eBay is backup withholding because we don't have your full 9 digit TIN (SSN EIN, or ITIN), supply your TIN and eBay can stop backup withholding.

[id="b_notice" name="b_notice">B Notice Why did I receive a B Notice?](#)

- If you've sold goods through eBay and the total gross amount reached the \$600 threshold, the IRS requires us to send you a Form 1099-K. When your name and SSN, ITIN or EIN on your eBay account doesn't match IRS records, you'll receive a B Notice (notice of backup withholding) through the USPS/regular first class mail.

eBay sends B Notices to the address on your eBay account. If you haven't received a First B Notice in the mail, or if you need to verify and update your information in your account, you can upload a Form W-9 through Seller Hub or My eBay. If you received a Second B Notice, you can upload a copy of your SSN Card, IRS Letter 147C or IRS Letter 685C through Seller Hub or My eBay.

- What are the requirements of a First B Notice?

The First B Notice requires the seller to provide a valid Form W-9 with a correct Name/TIN combination. The IRS requires eBay to withhold 24% on all gross payments from sellers that fail to provide a valid W-9.

You can find more

information about B Notices and the requirements eBay has to comply with in <https://www.irs.gov/pub/irs-pdf/p1281.pdf> IRS Publication 1281. What are the requirements of a Second B Notice? The Second B Notice requires the seller to provide a copy of the sellers SSN card (individuals), IRS 147C letter (businesses) or IRS 685C letter (individuals with ITINs). To obtain a new SSN card or the IRS letters, the seller will need to contact the IRS or SSA to obtain the appropriate documentation with the correct Name/TIN combination. The IRS requires eBay to withhold 24% of all gross payments from sellers that fail to provide the appropriate required and valid documentation. You can find more information about B Notices and the requirements eBay has to comply with in <https://www.irs.gov/pub/irs-pdf/p1281.pdf> IRS Publication 1281.

I received a B Notice in the mail, but submitted a W-9 digitally, do I also need to mail in a W-9? If youve submitted your W-9 digitally, there is no need to send a W-9 through the mail.

I already provided the required documents for the B Notice, why are my payouts still blocked? eBay has 30 days to review your documents and verify if they meet the IRS requirements.

I already provided my TIN or B Notice response, when do I get my available funds? eBay has 30 days to review your documents and verify if they meet the IRS requirements. As long as there are no other pending account issues, your payouts will resume within 30 days of your response.

How can eBay stop backup withholding in the case of a B Notice? If eBay is backup withholding because you received a B Notice, you will need to comply with the IRS requirements for the applicable B Notice before eBay can stop backup withholding.

What is an IRS 147C and how do I get it? A 147C (aka EIN Verification Letter) is a letter the IRS issues to confirm the name and EIN of a business. To obtain a 147C Letter, call the IRS Business and Specialty Tax Line at 800-829-4933.

What is an IRS 685C and how do I get it? A 685C Letter is a letter the IRS issues to confirm an individuals

name and ITIN. To obtain a 685C Letter, call the IRS at 800-908-9982.

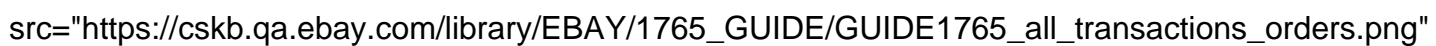
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#verify_fed_thresholds How to verify if the seller has met 1099-K federal thresholds
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#gross_amount_incorrect Gross amount on 1099-K is incorrect
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#personal_business_info_incorrect Personal/business information on 1099-K is incorrect
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#form_w9_details W-9 details
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#form_w8_details W-8 details
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#steps_withholding Withholding
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#steps_b_notice B Notice
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#teammate_correction_wf Teammate Correction Workflow
- https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#stolen_identity Stolen Identity

[id="verify_fed_thresholds" name="verify_fed_thresholds">How to verify if the seller has met the federal thresholds to receive a Form 1099-K from eBay](#)

- Verify if the

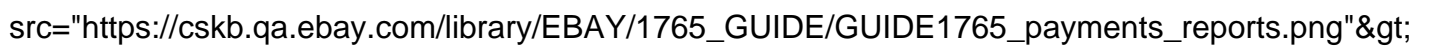
seller qualified to receive a Form 1099-K by following these steps:

- Go to Selling > My eBay > Selling > Payments > All Transactions
- Select from the drop downs to filter by custom date, then Orders (see screenshot). The last day of the previous year is recommended. This will adjust the start date to the beginning of the previous year. The previous threshold of 200 or more transactions was removed as of Jan 1, 2022.



Download orders to excel and calculate only column AF in Excel to get the gross amount processed.

- Go to > My eBay > Selling > Payments > Reports
- Use the drop downs to filter by: Transaction report / All statuses / transactions types - Orders
- Select an end date of December 31, 2021. The last day of the previous year is recommended. This will adjust the start date to the beginning of the previous year.



Download reports and add totals of all orders to get the gross amount processed by eBay for that calendar year.

[gross_amount_incorrect](#) name="gross_amount_incorrect">

The gross amount on my Form 1099-K is incorrect

- Make sure you are using the detailed 1099-K report available on the account. You should not use the sales report as this will include refunded amounts or cancellations processed, so the amounts will not match. We include the gross amount processed to you for sales made during the calendar year as required.
- If the seller insists the information is incorrect, they must reconcile their transactions

https://cskb.qa.ebay.com/csKBapp/art?page_content&id=GUIDE1765&ViewLocale=en_US#how_dl_tx_history following the steps here.

- The seller must provide exact information on discrepancies such as Order IDs, Amounts, Dates for any transactions they state are erroneous and explain why.
- Once the seller has provided this

information, follow the correction request procedure.

[id="personal_business_info_incorrect" name="personal_business_info_incorrect">The personal/business information on my form is incorrect](#)

Instruct sellers to update their Registration Info in My eBay with what needs to be corrected on the Form.

The seller will then go through the verification process.

Once KYC has passed, you will submit the account for regeneration with the corrected information.

You must include what information the seller is stating as incorrect on the form.

In order to have an EIN on the form, the account must be registered as a business. See the below table for what would be included on the issued form.

Account type	Registration	Issued under this name	Issued under this Tax ID
Business	Corporate	Company Name	EIN
Business	LLC	Multi member	Company Name
Business	Partnership / Non-profit	Company Name	EIN
Business	LLC - Single Member	Personal Name	SSN/ITIN
Business	Sole Prop	Personal Name	SSN/ITIN
Business	Personal	Individual	Personal Name
Business	SSN / ITIN		

****We can't issue a 1099-K with an EIN for an individual, Sole Prop, or single-member LLC account.**

Form W-9 details There are three reasons eBay may request the seller fill out a Form W-9: 1. CP2100 First B Notice: Notice of Name/TIN mismatch At the end of each year, the IRS will send a notice to eBay with all the customers who do not have a Full or Valid Tax ID number on their account (SSN, EIN, ITIN). This notice is for the previous tax year. Example: In November 2021, the IRS sent eBay a notice for all sellers who did not have a full/valid TIN in the year 2020. eBay has a certain amount of time to have the TIN updated and validated. We do this by sending the seller a request to fill out, sign, and return a W-9 form. The request is sent via physical mail and via banner within Seller Hub & My eBay.

https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/guide1765_detailed_info_w9_01.png
<img alt=""

https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/guide1765_detailed_info_w9_01.png
 If the seller does not return the W-9 within the time specified, a payout block will be placed on the customer's account, along with a banner directing them to fill out an online W-9. If the seller returns the signed W-9 via physical mail or by submitting the W-9 electronically:
Physical mail: We will review to ensure its 100% filled out and signed. We will match the form with the account and remove the payout block. Banner on account: The payout is unblocked when the W-9 is submitted electronically. Teams will review the submitted form. Should there be any issue with the form, a banner will be placed on their account once again with a new banner requesting a completed Form W-9. 2. TIN Remedy (additional information provided in <a

<https://cskb.qa.ebay.com/cskbapp/artPreview?page=content&id=GUIDE1664>
GUIDE 1664)
1. When a seller meets the Form 1099-K threshold for sales, eBay will need to validate their TIN. 2. If a 9-digit TIN is already on the account, it will be reviewed & validated automatically. 3. If a TIN is not on the account, or is incomplete (only the last 4 digits are provided), eBay will place a banner on the seller's account requesting they provide their 9-digit TIN (SSN, EIN

or ITIN).
<img alt=""

src="https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/guide1765_detailed_info_w9_02.png">

 4. Payouts will be placed on hold until the seller provides us the information requested. 5.

Once the seller provides their full TIN, it can take up to 2 business days to review the information. 6.

If the seller passes the review, their payout block will automatically be removed. 7. If the

seller's information comes back as invalid, eBay will place a banner on their account

requesting they fill out the online W-9.
<img alt=""

src="https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/guide1765_detailed_info_w9_03.png">

 8. As the seller fills out their online W-9, they will need to re-verify their TIN on file. They

can do this up to 5 times before entering a 24 hour cool down. After 10 total attempts of re-entering

their TIN, they will be locked out and will need to email their W-9 to eBay at

informationreporting@ebay.com. They must include their user id in the subject line as follows:

Secure +{ Seller User id}.

 If a customer does not want to upload or email in the

form, you can direct them to mail the physical form to the following address: eBay Commerce

Inc
 Attn: eBay Tax Department, W-9 Processing
 2145 Hamilton Avenue

San Jose, CA 95125 9. If a customer has entered any incorrect information on eBay, they will be

able to go back and correct that information. Once they correct that information, their count of

attempts to re-verify their TIN will reset and they will have 10 attempts again. 10. Teams will review

the submitted form. The payout block will not be lifted until the W-9 is approved. This can be seen

through an issue 1019 on the account. 3. SMLLC Form 1099-K

corrections (additional information provided <a

href="https://cskb.qa.ebay.com/cskbapp/art?page_content&id=GUIDE1765&ViewLocale=

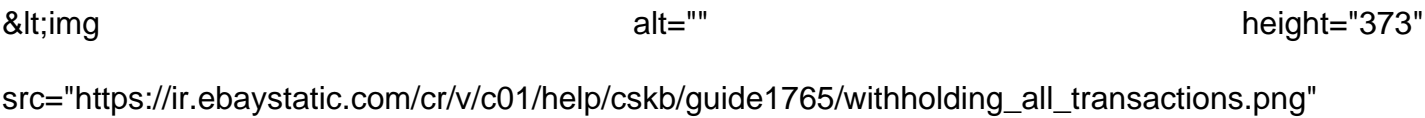
en_US#smllc">here)> In cases where a seller has incorrectly registered as a Sole Prop or single-member LLC and is actually a type of corporation, the seller will be required to provide a W-9 in order for a correction to occur on the Form 1099-K. Form W-8 details Customers will need to mail in a copy of their W-8 for review. Once eBay approves the W-8, it may take up to 48 business hours for payouts to be released. If a customer contacts us asking about a W-8, inform them that they need to upload or email in the document. After that, follow up with an email to the customer using the following SOL:

SOL11651

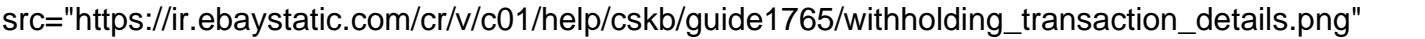
 W-8 Upload link for customer:

 ** Once a customer uploads the document to the uploader link above, please advise the customer to email informationreporting@ebay.com to advise the upload has been completed. Withholding eBay will begin withholding 24% tax for customers eligible for a Form 1099-K if they do not provide a valid TIN within 90 days of being asked for a TIN. This 24% withholding will be based on gross sales, similar to the gross sales total reported on a Form 1099-K. Customers will be notified via email several weeks before the withholding occurs and will have time to add a TIN. If a TIN is added, payouts will resume without withholding happening. If a customer does not have enough funds being held to cover the 24% withholding, their CCM method will be used to reach the entire amount due to the IRS. Once the withholding restriction has been corrected, payouts will be sent, as long as the customer has an active bank account on file and is not experiencing payout holds for other reasons. Customers in certain states are also required to have their state withholdings applied at the same time: The following states require additional state withholding:California 7%Maine 5%Vermont 7.2%

 Customers will be able to see this in their All Transactions View:



Customers can also see details by clicking into the Transaction Details:



Withholding Calendar <table border="1" cellpadding="2" cellspacing="0">

<tbody><tr><td>WHT Batch Date</td><td>Withholding

Period (Sellers with a payout block in the previous quarter)</td><td>Withholding Period

(Sellers who have already gone through withholding in the prior batch withholding)</td></tr>

<tr><td>Nov 15th 2022</td><td>Jan 1st to Sept 30th 2022</td>

<td>N/A</td></tr><tr><td>Jan 6th 2023</td><td>Jan 1st to Dec

31st 2022</td><td>Oct 1st to Dec 31st 2022</td></tr><tr><td>June

15th 2023</td><td>Jan 1st to March 31st 2023</td><td>Jan 1st to March 31st

2023</td></tr><tr><td>Sept 15th 2023</td><td>Jan 1st to June 30th

2023</td><td>April 1st to June 30th 2023</td></tr><tr><td>Nov 15th

2023</td><td>Jan 1st to Sept 30th 2023</td><td>July 1st to Sept 30th

2023</td></tr><tr><td>Jan 6th 2024</td><td>Jan 1st to Dec 31st

2023</td><td>Oct 1st to Dec 31st 2023</td></tr><tr><td>April 15th

2024</td><td>Jan 1st to Dec 31st 2024</td><td>Oct 1st to Dec 31st

2024</td></tr><tr><td>July 15th 2024</td><td>Jan 1st to March 31st


2024</td><td>Jan 1st to March 31st 2024</td></tr></tbody></table>

B Notice A B Notice is a

backup withholding notice for the seller that eBay receives from the IRS. eBay is required to send a

letter to every seller for whom the IRS sends a backup withholding notice unless the sellers

information has been updated. There are two B Notices, a First B Notice and a Second B Notice.

You can tell if a customer has received a first or second B-Notice through the remedy description in the Remedies view in the Customer Verification tab.  src="https://cskb.qa.ebay.com/library/EBAY/1765_GUIDE/GUIDE1765_B-Notice_1.png"> W-9 Online Remedy will be their first B-Notice B-Notice Remedy will be their second B-Notice Customers may either fill out a W-9 through the banner on site, by email, or by mailing it to eBay:

 Option 1:

 Email address: informationreporting@ebay.com

 Subject line: [Secure] + User ID

 Option 2:

 This option should only be offered if specifically asked for by the customer

 ** This option can result in a delay in processing the form for up to 30 days ** Mailing Address:
 eBay Commerce Inc
 Attn: eBay Tax Department, W-8 Processing
 2145 Hamilton Avenue
 San Jose, CA 95125
 USA If a customer reports that they have physically mailed this document more than 30 days ago, you can escalate the customer situation to DL-eBay-SellerTaxEscalations (internal use only for the above cited reason). Customers who have received a Second B Notice will need to send in one of the following documents: Social Security Card IRS 147C letter (Business) IRS 685C letter (Individuals with an ITIN) Once uploaded, these forms can take up to 30 days to review. The payout block will not be released until these documents are reviewed and approved. If a customer has both a first and second B-Notice on their account, they must meet the criteria of the second B-Notice to remedy their account, a W-9 is not sufficient to meet the requirements of a second B-Notice. Teammate Correction Workflow Error with IRS Form 1099-K - US only

 In cases where an account was registered incorrectly as a Sole Proprietor or single-member LLC but it's actually a S-Corp, C-Corp, or treated as Corp by IRS, the seller will need to send in a completed W-9 form to have the Form 1099-K corrected and regenerated for them with the correct information.

 In these use cases, use <a

[href="https://cskb.vip.ebay.com/csxbapp/art?page=content&id=SOL11650&viewlocale=en_US&curPage=art&prevPage=srp"](https://cskb.vip.ebay.com/csxbapp/art?page=content&id=SOL11650&viewlocale=en_US&curPage=art&prevPage=srp)>SOL11650 to guide sellers on how and where to send in the W-9 Form.

 Sending the W-9 form for this correction reason will only correct the issued form and not make any changes to the actual account. Sellers will need to go through the correct process to correct the account type on their account to avoid this confusion during the next tax year.

 DO NOT submit correction requests for these customers. The customer must provide the W-9 Form as outlined here and update the account. Internal Information In some cases, sellers contact us to update the information on their account. In most cases, no changes will be allowed on the Tax ID Number provided, as this would constitute an account transfer. In rare instances, a customer may have entered the incorrect Tax ID number.

 If you can verify they are the original account holder and the reason for the change to the TIN on their account, for example they put in the numbers incorrectly like ***-**-1234 but the TIN is actually ***-**-1324,we would allow the customer to update to ensure we have accurate information on file. & Follow the instructions below to unlock fields. This process should only be completed if the original account holder was changed erroneously or if the seller misentered the SSN or EIN. You MUST Hard Verify the customer before unlocking, and you must note the reason for the manual unlock of this field in the SR notes. Unlock feature for Tax ID The purpose of the lock or unlock feature is if the seller contacts us to report that their Tax ID (SSN, EIN, ITIN) is incorrect on the 1099-K they received. If absolutely necessary, you can use this feature so that a seller can update their information outside of the Form 1099-K use case. Make sure you Hard Verify the seller before doing so. To unlock the necessary fields to allow a seller to update their information, follow the steps below: Navigate to Customer Verification in AD Select the down arrow next to the Account details Select the field you wish to unlock/lock. Once you select the field, the

unlock and lock buttons will turn blue

- Select the appropriate button (lock or unlock)

Note: After the seller updates their information, follow the process again to lock the field

- Correction Request instructions

Teammates

Instruct the customer to update their Registration Info in My eBay. Please note, account transfers are not allowed. The customer must be updating incorrect information, not transferring the account to someone else.

- You can use this [to confirm if the reason is valid for a correction](https://cskb.vip.ebay.com/csKBapp/art?page=content&id=KB2926&viewlocale=en_US&curPage=art&prevPage=srp)

Verify the customer meets federal thresholds to get a Form 1099-K by

[these steps](https://cskb.vip.ebay.com/csKBapp/art?page=content&id=GUIDE1765&actp=search&viewlocale=en_US&answerid=16777216&uniqueid=16777216:8394176&searchid=2&curPage=art&prevPage=srp#verify_fed_thresholds)

- If the customer is contacting in about a previous request made after June 2023, check the MAC Notes to confirm a request was already submitted and to check the outcome
- If a request was submitted, you will see the following:
 - Requested: Document > Tax
 - Denied: Deny Request > Tax
 - Approved: Approve Request > Tax
- If the customer has submitted a request and it has been more than 72 business hours with no outcome, please escalate to your leader
- Once we've confirmed the info has been updated and the customer has passed KYC, escalate to your Leader
- Once you have confirmation from your leader, the request will be reviewed within 48-72 business hours
- The outcome will be updated on the accounts MAC Notes within 72 Business hours
- Leaders
- You should have all requests vetted and submitted within 48-72 business hours.
- Verify that the request is valid
- If invalid: Coach your teammate and ensure they follow up with the

customer to properly educate. If valid: Once you have validated the request, you can submit the request with this Google form. Once Submitted, drop a MAC Note to document the request has been sent for review Warnings > Tax Warnings > 1099k Correction Request MAC Note details required : A request for a correction has been submitted for this customer These requests will be reviewed by approved processors within 24-48 Business hours once submitted via the Google form by a leader. Stolen Identity Stolen Identity Internal Information If you receive a contact from a person stating that they do not sell on eBay and have received a Form 1099-K, meaning that someone has used their information when creating an account, send an email to: _IDTheft_ATOCredit@corp.ebay.com > (internal use only) Please use the following email template: Name and email of reporting teammate: Name of person reporting identity theft: Email address of person reporting identity theft:
 (This is a requirement to communicate back with the customer since they do not use eBay to sell) Phone Number of person reporting identity theft: Reporting persons eBay User ID (if they have one): User ID listed on Form 1099-K:
 (very important, if available, please provide) Mailing Address Form 1099-K was received at: Additional information:
 (Please include any misspellings or name differences from the 1099) Once the email is sent, the Payments back office team will review these accounts and respond via email within 10 business days.

 If a customer contacts us about the status of their request, you can check on the status of the request. Updates are available on the status of these cases in Jira. If you do not see a Jira ticket created, then the information was not submitted, and it needs to be submitted via the above DL.

 <u>Next

Steps:</u>
 PVS/ IH agents:
 If you do not have Jira access, reach out to your leader for support
 Partner Agents. You will need to reach out to PVS via the SME channel

 If there is no update available in Jira for more than 10 Business days, then you can escalate to the following DL: DL-eBay-SCC-ESC
DL-eBay-SCC-ESC@ebay.com
 . You will hear back from this DL in 2 business days with an update.

 You must use the following template to email the DL for an update:

 Email subject: ID Theft Ticket Follow Up

 Email body:

 Follow up request for ID Theft ticket beyond 10 business days.

 Please provide the following:

 ID Theft victims name:
 ID Theft victims email:
 ID Theft victims user ID (If they have one):
 Reported account:

 Original ticket submission date:

 </h2>