

**Note:** *The draft you are looking for begins on the next page.*



## **Caution: DRAFT—NOT FOR FILING**

This is an early release draft of an IRS tax form, instructions, or publication, which the IRS is providing for your information. **Do not file draft forms** and do **not** rely on draft forms, instructions, and publications for filing. We do **not** release draft forms until we believe we have incorporated all changes (except when explicitly stated on this coversheet). However, unexpected issues occasionally arise, or legislation is passed—in this case, we will post a new draft of the form to alert users that changes were made to the previously posted draft. Thus, there are never any changes to the last posted draft of a form and the final revision of the form. Forms and instructions generally are subject to OMB approval before they can be officially released, so we post only drafts of them until they are approved. Drafts of instructions and publications usually have some changes before their final release.

Early release drafts are at [IRS.gov/DraftForms](https://www.irs.gov/DraftForms) and remain there after the final release is posted at [IRS.gov/LatestForms](https://www.irs.gov/LatestForms). All information about all forms, instructions, and pubs is at [IRS.gov/Forms](https://www.irs.gov/Forms).

Almost every form and publication has a page on IRS.gov with a friendly shortcut. For example, the Form 1040 page is at [IRS.gov/Form1040](https://www.irs.gov/Form1040); the Pub. 501 page is at [IRS.gov/Pub501](https://www.irs.gov/Pub501); the Form W-4 page is at [IRS.gov/W4](https://www.irs.gov/W4); and the Schedule A (Form 1040/SR) page is at [IRS.gov/ScheduleA](https://www.irs.gov/ScheduleA). If typing in a link above instead of clicking on it, be sure to type the link into the address bar of your browser, not a Search box.

If you wish, you can submit comments to the IRS about draft or final forms, instructions, or publications at [IRS.gov/FormsComments](https://www.irs.gov/FormsComments). We cannot respond to all comments due to the high volume we receive and may not be able to consider many suggestions until the subsequent revision of the product.

If you have comments on reducing paperwork and respondent (filer) burden, with respect to draft or final forms, please respond to the relevant information collection through the Federal Register process; for more info, click [here](#).

1010

VOID  CORRECTED

**Payment Card and  
Third Party  
Network  
Transactions**

**2021**

Form **1099-K**

**Copy A**  
**For**  
**Internal Revenue**  
**Service Center**

**File with Form 1096.**

For Privacy Act  
and Paperwork  
Reduction Act  
Notice, see the  
**2021 General**  
**Instructions for**  
**Certain Information**  
**Returns.**

FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		FILER'S TIN	OMB No. 1545-2205	
		PAYEE'S TIN		
		<b>1a</b> Gross amount of payment card/third party network transactions		
		\$		
		<b>1b</b> Card Not Present transactions	<b>2</b> Merchant category code	
		\$		
Check to indicate if FILER is a (an):		<b>3</b> Number of payment transactions	<b>4</b> Federal income tax withheld	
Payment settlement entity (PSE) <input type="checkbox"/> Electronic Payment Facilitator (EPF)/Other third party <input type="checkbox"/>			\$	
Check to indicate transactions reported are:				
Payment card <input type="checkbox"/> Third party network <input type="checkbox"/>				
PAYEE'S name		<b>5a</b> January	<b>5b</b> February	
		\$	\$	
Street address (including apt. no.)		<b>5c</b> March	<b>5d</b> April	
		\$	\$	
City or town, state or province, country, and ZIP or foreign postal code		<b>5e</b> May	<b>5f</b> June	
		\$	\$	
PSE'S name and telephone number		<b>5g</b> July	<b>5h</b> August	
		\$	\$	
Account number (see instructions)		<b>5i</b> September	<b>5j</b> October	
		\$	\$	
2nd TIN not. <input type="checkbox"/>		<b>5k</b> November	<b>5l</b> December	
		\$	\$	
		<b>6</b> State	<b>7</b> State identification no.	<b>8</b> State income tax withheld
				\$
				\$

VOID  CORRECTED

**Payment Card and  
Third Party  
Network  
Transactions**

**2021**

Form **1099-K**

**Copy 1  
For State Tax  
Department**

FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		FILER'S TIN	OMB No. 1545-2205	
		PAYEE'S TIN		
		<b>1a</b> Gross amount of payment card/third party network transactions \$		
Check to indicate if FILER is a (an): Payment settlement entity (PSE) <input type="checkbox"/> Electronic Payment Facilitator (EPF)/Other third party <input type="checkbox"/>		Check to indicate transactions reported are: Payment card <input type="checkbox"/> Third party network <input type="checkbox"/>		<b>1b</b> Card Not Present transactions \$
		<b>3</b> Number of payment transactions	<b>4</b> Federal income tax withheld \$	
PAYEE'S name		<b>5a</b> January \$	<b>5b</b> February \$	
Street address (including apt. no.)		<b>5c</b> March \$	<b>5d</b> April \$	
		<b>5e</b> May \$	<b>5f</b> June \$	
City or town, state or province, country, and ZIP or foreign postal code		<b>5g</b> July \$	<b>5h</b> August \$	
PSE'S name and telephone number		<b>5i</b> September \$	<b>5j</b> October \$	
		<b>5k</b> November \$	<b>5l</b> December \$	
Account number (see instructions)		<b>6</b> State	<b>7</b> State identification no.	<b>8</b> State income tax withheld \$
				\$

DRAFT AS OF  
October 20, 2020  
DO NOT FILE

CORRECTED (if checked)

**Payment Card and  
Third Party  
Network  
Transactions**

**2021**

Form **1099-K**

**Copy B  
For Payee**

This is important tax information and is being furnished to the IRS. If you are required to file a return, a negligence penalty or other sanction may be imposed on you if taxable income results from this transaction and the IRS determines that it has not been reported.

FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.	FILER'S TIN	OMB No. 1545-2205	
	PAYEE'S TIN		
	<b>1a</b> Gross amount of payment card/third party network transactions \$		
Check to indicate if FILER is a (an): Payment settlement entity (PSE) <input type="checkbox"/> Electronic Payment Facilitator (EPF)/Other third party <input type="checkbox"/>	Check to indicate transactions reported are: Payment card <input type="checkbox"/> Third party network <input type="checkbox"/>	<b>1b</b> Card Not Present transactions \$	<b>2</b> Merchant category code
		<b>3</b> Number of payment transactions	<b>4</b> Federal income tax withheld \$
PAYEE'S name	<b>5a</b> January \$	<b>5b</b> February \$	
Street address (including apt. no.)	<b>5c</b> March \$	<b>5d</b> April \$	
	<b>5e</b> May \$	<b>5f</b> June \$	
City or town, state or province, country, and ZIP or foreign postal code	<b>5g</b> July \$	<b>5h</b> August \$	
	<b>5i</b> September \$	<b>5j</b> October \$	
PSE'S name and telephone number	<b>5k</b> November \$	<b>5l</b> December \$	
	<b>6</b> State	<b>7</b> State identification no.	<b>8</b> State income tax withheld \$
Account number (see instructions)			\$

Form **1099-K**

(Keep for your records)

[www.irs.gov/Form1099K](http://www.irs.gov/Form1099K)

Department of the Treasury - Internal Revenue Service

## Instructions for Payee

You have received this form because you have either (a) accepted payment cards for payments, or (b) received payments through a third party network that exceeded \$20,000 in gross total reportable transactions and the aggregate number of those transactions exceeded 200 for the calendar year. Merchant acquirers and third party settlement organizations, as payment settlement entities (PSEs), must report the proceeds of payment card and third party network transactions made to you on Form 1099-K under Internal Revenue Code section 6050W. The PSE may have contracted with an electronic payment facilitator (EPF) or other third party payer to make payments to you.

If you have questions about the amounts reported on this form, contact the FILER whose information is shown in the upper left corner on the front of this form. If you do not recognize the FILER shown in the upper left corner of the form, contact the PSE whose name and phone number are shown in the lower left corner of the form above your account number.

See the separate instructions for your income tax return for using the information reported on this form.

If the Form 1099-K is related to your business, see Pub. 334 for more information. If the Form 1099-K is related to your work as part of the gig economy, see [www.irs.gov/GigEconomy](http://www.irs.gov/GigEconomy).

**Payee's taxpayer identification number (TIN).** For your protection, this form may show only the last four digits of your TIN (social security number (SSN), individual taxpayer identification number (ITIN), adoption taxpayer identification number (ATIN), or employer identification number (EIN)). However, the issuer has reported your complete TIN to the IRS.

**Account number.** May show an account number or other unique number the PSE assigned to distinguish your account.

**Box 1a.** Shows the aggregate gross amount of payment card/third party network transactions made to you through the PSE during the calendar year.

**Box 1b.** Shows the aggregate gross amount of all reportable payment transactions made to you through the PSE during the calendar year where the card was not present at the time of the transaction or the card number was keyed into the terminal. Typically, this relates to online sales, phone sales, or catalogue sales. If the box for third party network is checked, or if these are third party network transactions, Card Not Present transactions will not be reported.

**Box 2.** Shows the merchant category code used for payment card/third party network transactions (if available) reported on this form.

**Box 3.** Shows the number of payment transactions (not including refund transactions) processed through the payment card/third party network.

**Box 4.** Shows backup withholding. Generally, a payer must backup withhold if you did not furnish your TIN or you did not furnish the correct TIN to the payer. See Form W-9, Request for Taxpayer Identification Number and Certification, and Pub. 505. Include this amount on your income tax return as tax withheld.

**Boxes 5a–5l.** Show the gross amount of payment card/third party network transactions made to you for each month of the calendar year.

**Boxes 6–8.** Show state and local income tax withheld from the payments.

**Future developments.** For the latest information about developments related to Form 1099-K and its instructions, such as legislation enacted after they were published, go to [www.irs.gov/Form1099K](http://www.irs.gov/Form1099K).

**FreeFile.** Go to [www.irs.gov/FreeFile](http://www.irs.gov/FreeFile) to see if you qualify for no-cost online federal tax preparation, e-filing, and direct deposit or payment options.

CORRECTED (if checked)

**Payment Card and  
Third Party  
Network  
Transactions**

**2021**

Form **1099-K**

**Copy 2**

FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		FILER'S TIN	OMB No. 1545-2205	
		PAYEE'S TIN		
		<b>1a</b> Gross amount of payment card/third party network transactions \$		
Check to indicate if FILER is a (an): Payment settlement entity (PSE) <input type="checkbox"/> Electronic Payment Facilitator (EPF)/Other third party <input type="checkbox"/>		Check to indicate transactions reported are: Payment card <input type="checkbox"/> Third party network <input type="checkbox"/>		
		<b>1b</b> Card Not Present transactions \$	<b>2</b> Merchant category code	To be filed with the recipient's state income tax return, when required.
PAYEE'S name		<b>3</b> Number of payment transactions	<b>4</b> Federal income tax withheld \$	
		Street address (including apt. no.) \$		
City or town, state or province, country, and ZIP or foreign postal code		<b>5a</b> January \$	<b>5b</b> February \$	
		<b>5c</b> March \$	<b>5d</b> April \$	
PSE'S name and telephone number		<b>5e</b> May \$	<b>5f</b> June \$	
		<b>5g</b> July \$	<b>5h</b> August \$	
Account number (see instructions)		<b>5i</b> September \$	<b>5j</b> October \$	
		<b>5k</b> November \$	<b>5l</b> December \$	
		<b>6</b> State	<b>7</b> State identification no.	
				\$

DRAFT AS OF  
October 20, 2020  
DO NOT FILE

VOID  CORRECTED

**Payment Card and  
Third Party  
Network  
Transactions**

**2021**

Form **1099-K**

**Copy C  
For FILER**

For Privacy Act  
and Paperwork  
Reduction Act  
Notice, see the  
**2021 General  
Instructions for  
Certain Information  
Returns.**

FILER'S name, street address, city or town, state or province, country, ZIP or foreign postal code, and telephone no.		FILER'S TIN	OMB No. 1545-2205	
		PAYEE'S TIN		
		<b>1a</b> Gross amount of payment card/third party network transactions \$		
Check to indicate if FILER is a (an): Payment settlement entity (PSE) <input type="checkbox"/> Electronic Payment Facilitator (EPF)/Other third party <input type="checkbox"/>		Check to indicate transactions reported are: Payment card <input type="checkbox"/> Third party network <input type="checkbox"/>		<b>1b</b> Card Not Present transactions \$
		<b>3</b> Number of payment transactions	<b>4</b> Federal income tax withheld \$	
PAYEE'S name		<b>5a</b> January \$	<b>5b</b> February \$	
Street address (including apt. no.)		<b>5c</b> March \$	<b>5d</b> April \$	
		<b>5e</b> May \$	<b>5f</b> June \$	
City or town, state or province, country, and ZIP or foreign postal code		<b>5g</b> July \$	<b>5h</b> August \$	
		<b>5i</b> September \$	<b>5j</b> October \$	
PSE'S name and telephone number		<b>5k</b> November \$	<b>5l</b> December \$	
Account number (see instructions)	2nd TIN not. <input type="checkbox"/>	<b>6</b> State	<b>7</b> State identification no.	<b>8</b> State income tax withheld \$

**Instructions for FILER Who Is a Payment Settlement Entity or Electronic Payment Facilitator/Other Third Party**

To complete Form 1099-K, use:

- The 2021 General Instructions for Certain Information Returns, and
- The 2021 Instructions for Form 1099-K.

To order these instructions and additional forms, go to [www.irs.gov/Form1099K](http://www.irs.gov/Form1099K).

**Caution:** Because paper forms are scanned during processing, you cannot file Forms 1096, 1097, 1098, 1099, 3921, or 5498 that you print from the IRS website.

**Due dates.** Furnish Copy B of this form to the recipient by January 31, 2022.

File Copy A of this form with the IRS by February 28, 2022. If you file electronically, the due date is March 31, 2022. To file electronically, you must have software that generates a file according to the specifications in Pub. 1220. The IRS does not provide a fill-in form option for Copy A.

**Need help?** If you have questions about reporting on Form 1099-K, call the information reporting customer service site toll free at 866-455-7438 or 304-263-8700 (not toll free). Persons with a hearing or speech disability with access to TTY/TDD equipment can call 304-579-4827 (not toll free).

**DRAFT**

**October 20, 2020**

**DO NOT FILE**