

March 2022

Dear Fellowship Participant,

The American Society for Engineering Education is providing this letter to provide clarification to the corrected Forms 1099 for 2018, 2019 and 2020 that were mailed this month.

Pursuant to legal advice provided at the time, Forms 1099 originally issued for 2018 and 2019 reflected income in Box 7 of the Form 1099-MISC. In 2020, the income was reflected in Box 1 of the Form 1099-NEC (new in 2020). All fellowship awards are not subject to self-employment tax. Based on revised legal advice to more accurately reflect possible tax liability or lack thereof, ASEE revised all 1099s related to this matter.

Total compensation included full tuition, stipends and all mandatory fee coverage can be seen in the 1099 records issued by ASEE, however all funds recorded should have been indicated in Box 3 of the 1099-MISC, and not Box 7 of the 1099-MISC or Box 1 of the 1099-NEC, based on the terms and conditions of the program.

The corrected Forms 1099 reflect the same dollar amounts as the original forms; however, the amounts have been moved to the correct Box 3 on Form 1099-MISC.

ASEE is unable to provide tax guidance on this matter. It is recommended that you discuss the aforementioned changes to your Form 1099 with your tax preparer.

If you do have additional questions, please email 1099Helpdesk@asee.org.

Thank you,

American Society for Engineering Education