

## **Reminder: IRS 1099 Reporting Change effective January 1**

[1]

December 23, 2025

As discussed earlier this month, the Internal Revenue Service will soon be increasing the general reporting threshold for most payments on Form 1099-NEC (Nonemployee Compensation) and 1099-MISC (Miscellaneous Information). The current threshold of \$600 will increase to \$2,000 effective January 1, 2026. There is no change to the \$10 reporting threshold for certain types of payments, such as royalties.

As a result:

- For reportable payments made to non-employees *during Calendar Year 2026*, the University will issue a 1099-NEC/1099-MISC if the aggregate amount paid is \$2,000 or more during 2026.
- With the increased IRS reporting threshold, CU's internal reporting threshold is also increasing: Effective 1/1/26, departments will report *non-employee* cash-like/petty cash/non-cash distributions to the PSC if the aggregate amount exceeds \$700 during 2026.

**Questions?** Refer to the [December 16, 2025 OUC Newsletter](#) [2] for additional details or contact [FSS@cu.edu](mailto:FSS@cu.edu) [3].

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### **Links**

[1] <https://www.cu.edu/controller/news/office-university-controller-news/december-23-2025-edition/reminder-irs-1099> [2] <https://www.cu.edu/controller/news/office-university-controller-news/december-16-2025-edition>

[3] <mailto:FSS@cu.edu?subject=Question%20about%201099%20reporting%20changes>