

Unemployment and Taxes

NOTE: Unemployment 1099-G's will be available by the end of January 2021.

By the end of January 2021, everyone who received unemployment benefits during 2020 will be sent a 1099-G form by mail.

You can view and print your 1099-G form from your ReEmployME account. You can find it in the "View and Print 1099" tab and in your View Correspondence tab.

Your physical copy of your 1099-G is on its way to you via regular postal mail. If you do not receive your physical copy by *February 15, 2021,* please report this to the Department by leaving an online message here: <u>Contact Us Form</u>. **Be sure to select 1099-G from the Reason for Request drop down menu, to be sure your message is routed properly.**

Unemployment insurance payments are taxable.

When you file for unemployment, you have the option to choose to have taxes taken out at the time benefits are paid. **If you opt to have the deductions taken out of your unemployment benefits,** the standard deduction used is 10% for Federal Taxes and 5% for State Taxes.

When completing my taxes, it asks for the State ID number on the 1099G I received from Unemployment. Where do I find the number to use?

Use the number shown in the field marked "PAYER'S Federal Identification No" on your 1099-G.

What if I receive a 1099-G and did not file for unemployment insurance in 2020?

If you receive a 1099-G for benefits you did not file for, please let the Department know immediately, as this could be a case of identity theft and fraud.

You can report this to the Department by leaving an online message here, <u>Contact Us Form</u>. Be sure to select 1099-G from the Reason for Request drop down menu, to be sure your message is routed properly.

The Maine Department of Labor is an equal opportunity provider. Auxiliary aids and services are available to individuals with disabilities upon request.

What if I filed for and received unemployment benefits in 2020 and did not receive a 1099-G?

If you filed for and received unemployment benefits in 2020 and did not receive a 1099-G, please let the Department know immediately.

You can report this to the Department by leaving an online message here, <u>Contact Us Form</u>. Be sure to select 1099-G from the Reason for Request drop down menu, to be sure your message is routed properly.

I think my 1099-G is incorrect. What do I do?

If you do not think your 1099-G is correct, please let the Department know immediately.

You can report this to the Department by leaving an online message here, <u>Contact Us Form</u>. Be sure to select 1099-G from the Reason for Request drop down menu, to be sure your message is routed properly.

I need a copy of my 1099-G from previous years. How can I get them?

1099-G's from the past 3 years are available in your ReEmployME account under the "Correspondences" tab. Make sure you select the correct year (for example, 2020 1099-Gs are sent in 2021).

I am being told, or have received, a 1099-G showing unemployment benefits paid to me by another state, not Maine. I did not file for benefits in that state. What do I do?

If you received a 1099-G from another state and did not file for benefits in that state, you will need to contact the state that sent you the 1099-G directly to report this issue.

What if I received unemployment benefits in 2020 from a state other than Maine?

Please contact that state's Labor department or unemployment office for assistance.

How do unemployment benefits impact my taxes?

For information on how unemployment benefits impact your taxes, we recommend visiting https://www.irs.gov/ or consulting with your tax professional. A recent IRS news release further explains that unemployment is taxable income.

https://www.irs.gov/newsroom/irs-unemployment-compensation-is-taxable-have-taxwithheld-now-and-avoid-a-tax-time-surprise

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