



## Independent Contractor Tax Concerns

When you provide locum tenens coverage, you are considered an independent contractor. Therefore, a 1099 will be sent to you to report your income made throughout the calendar year. Taxes are not deducted from your income. Be sure to keep records of your expenses not paid for directly by the client and/or reimbursed to you by Cancer CarePoint, as most of these expenses can be tax deductible. While away from home on assignment, you may be able to deduct out-of-pocket meal costs that vary depending on the assignment location. You may also be able to deduct other expenses such as continuing medical education courses or medical license renewals.

The excerpt below is taken from:

<http://www.irs.ustreas.gov/businesses/small/selfemployed/index.html>

### Self-Employed Individuals Tax Center

#### [Who is Self-Employed?](#)

If you are in business for yourself, or carry on a trade or business as a sole proprietor or an independent contractor, you generally would consider yourself self-employed and you would file [Schedule C or Schedule C-EZ](#) with your Form 1040. Not sure if you are self-employed or an employee? Refer to [Independent Contractors vs. Employees](#).

### Self-Employment Tax

#### [If you are self-employed you must pay Self-Employment Tax](#)

Self-employment tax (SE tax) is a social security and Medicare tax primarily for individuals who work for themselves. It is similar to the social security and Medicare taxes withheld from the pay of most wage earners.

#### [If you are self-employed you must pay Estimated Taxes](#)

This applies even if you also have a full-time or part-time job and your employer withholds taxes from your wages. Estimated tax is the method used to pay tax on income that is not subject to withholding. If you don't make quarterly payments you can be penalized for underpayment at the end of the tax year.

We strongly suggest that you consult with your tax advisor to make sure you are maximizing your deductions and that you are filing in accordance with IRS regulations.

*All information above has been sourced from various outlets available to the public. It is subject to change at any time, and is merely informative in nature.*

*We recommend each individual seek advice solely from his/her accountant and/or tax advisor. Information within this section is not intended to be and cannot be used by any taxpayer in order to avoid tax penalties or to falsely report tax deductions to the IRS or any state income revenue department.*