Pay a Foreign National Corporation for Services Rendered in U.S.

Dept. creates a PO in PAS and completes an invoice voucher (UoW 1730)

Is corporation a nonresident alien for tax purposes?

Yes

Does NRA corporation qualify for exemption due to tax treaty?

Yes

Is entity incorporated under laws of foreign country (most common situation)

Yes

Corporation completes W-8BEN and dept sends it to AP

Check issued by AP in 1-5 days
- Withholding done per tax treaty
- 1042-S reporting

No

Contact AP NRA desk
Payment to a resident alien (for tax purposes) may have significant tax implications.

No

Dept sends invoice voucher to AP

Check issued by AP in 5 days
- 30% withholding from payment
- 1042-S reporting

Corporation has ties to U.S.

Contact AP NRA desk for advise on which IRS form to complete

(Resident Alien)