SmartAccounting

Release Notes — Version 1.9.50

Release date 10.30.2026

Welcome to the latest release for SmartAccounting. Special thanks to our clients for your feedback and suggestions.

What's New?

This release focuses on 2026 Tax Year 1099 compliance updates, including the IRS' increased reporting threshold, new and relabeled 1099 box codes, and related changes across reporting, vendor maintenance, and system setup.

Vendor Maintenance

- Added a new "Single-Member LLC" business type to the Business Type dropdown on Vendor Maintenance, so vendors structured this way can be classified correctly for tax purposes.
- Added Treasury Tipped Occupation Code (TTOC) fields to the Tax Information section of Vendor Maintenance, allowing up to two occupation codes to be assigned per vendor in support of the IRS "No Tax on Tips" reporting requirements.

System Setup – Tax Codes

- Updated 1099-NEC tax codes for Tax Year 2026: Box 01 is now labeled Box 01a, and two new boxes have been added: Box 01b (Cash Tips) and Box 01d (Overtime Compensation). The former Box 07 (State Income) has been deactivated.
- Updated 1099-MISC tax codes for Tax Year 2026: added new Box 13a (Cash Tips) and updated the description of Box 14 to Overtime Compensation.
- Tax codes from 2019 and earlier are now hidden from entry and modify screens and marked inactive, reducing clutter in the Tax Code dropdowns. A message now displays when a user attempts to use an outdated code, and existing transactions that already reference a 2019-or-earlier code remain viewable.

1099 Reporting and Forms

- Increased the 1099 reporting threshold from $600.00 to $2,000.00 per the IRS's updated requirement for Tax Year 2026. This update applies consistently across the Tax Worksheet Detail Report, 1099 Tax Worksheet Summary Report, Export 1099-

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NEC/MISC Excel Report, 1099 Print Screen, IRS Transmittal Screen, and Tax Edit screen. For 1099-MISC, the existing $10.00 Box 2 and $600.00 Box 10 exceptions are unchanged.

- Renamed the “Vendors that need 1099 Form” checkbox on the IRS Transmittal Screen to “Vendors that meet the 1099 thresholds,” for consistency with the Tax Edit screen.
- Updated the EP Export that is found on the Toolbar on the Print 1099 Forms screen to include new Box 1b and Box 1d columns for 1099-NEC, and a new Box 13a column for 1099-MISC, reflecting the 2026 IRS box changes.
- Amounts entered in the new Cash Tips and Overtime boxes (1099-NEC Boxes 1b/1d and 1099-MISC Boxes 13a/14) now automatically roll into the required IRS total box (1099-NEC Box 1a and 1099-MISC Box 3). A new on-screen notice on the IRS Transmittal and Print 1099 screens explains this behavior.
- Updated the External Export (EP) file layout to match the 2026 specification, including renamed and realigned columns and new state-level income reporting for vendors who worked in more than one state during the tax year.
- 1099 IRIS files are now automatically split once they exceed 250 records, with a standardized file-naming convention that prevents files from overwriting one another when uploaded to the IRS Taxpayer Portal.

Flagship Send Updates

- Added a new "Studio Download Source Code" field to the GLH record type and SCHEMA in Flagship Send, so downstream systems can identify the studio-specific source code (the Source Code, for the Studio) associated with changes made while the transaction was in SmartAccounting.

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