

EMPLOYEE OR INDEPENDENT CONTRACTOR?

The T-27 form will continue to be used to request special payments for goods or services that fall within the guidelines of Fiscal Policy Statement 05, Section 130, Part 03(C).

Individuals who provide a service to the University must be classified as either an **Independent Contractor** or an **Employee**. To determine if a worker is an employee or independent contractor, the University must apply the Internal Revenue common law test of control. Under this test, if the University has the right to control and direct what a worker does and how he/she does it, an employee relationship exists. If there is **no control**, the worker can be classified as independent contractor.

INDIVIDUALS CLASSIFIED AS INDEPENDENT CONTRACTORS

If an individual meets all of the following conditions, he/she may be classified as an independent contractor:

- The University controls only the results of the work, not how it gets done.
- The individual assumes a business risk (assumes all expenses for personnel, equipment and materials) as a result of this association with the University.
- The individual is responsible for paying and reporting applicable self-employment tax.
- The individual is free to complete the assigned task without control or direction from the University.
- The individual's association with the University normally ceases upon completion of a specified project.
- The individual is free to work for other entities.
- The individual has declared himself/herself to be an independent contractor when providing similar services to the general public.

Department Head's Certification: I hereby certify that the individual identified on the front of this form meets all the conditions stated above and is properly classified as an independent contractor.

_____ Authorization Signature _____ Date

If an independent contractor is not a U.S. citizen, a copy (front and back) of his/her I-94 or I-20 form must be obtained and attached to this T-27 form. Non-U.S. citizens are required by the U.S. Federal government to have these documents in their possession.

INDIVIDUALS CLASSIFIED AS EMPLOYEES

If the individual does not meet the guidelines shown above, he/she must be classified as an employee. The W-4 form provided below must be completed and signed by the individual. Additionally, an I-9 form must be completed and submitted with the T-27 form. If the individual is a non-resident alien, a copy (front and back) of his/her I-94 or I-20 form must accompany this T-27 form. If a non-resident alien qualifies for exemption under a tax treaty, an IRS form 8233 must accompany the T-27 form. Non-resident aliens claiming "resident" status must complete an IRS form 1078. Forms and further explanation regarding non-residents are available at the Payroll Office.

EMPLOYEE'S WITHHOLDING EXEMPTION CERTIFICATE					The University of Tennessee EIN 62-6001636		FORM W-4														
2. SOCIAL SECURITY NUMBER	1. LAST NAME			FIRST NAME	MI	RESPONSIBLE ACCOUNT NO															
STREET ADDRESS		CITY	STATE	ZIP CODE	COUNTRY	HOME TELEPHONE															
<input type="checkbox"/> Name Change Previous Name _____ I am paid: <input type="checkbox"/> Monthly <input type="checkbox"/> Biweekly		3. Tax Marital Status: <input type="checkbox"/> Single <input type="checkbox"/> Married <input type="checkbox"/> Married, but withhold at higher Single Rate <small>Note: If married, but legally separated, or spouse is a non-resident alien, check the "Single" block*</small> 4. If your last name differs from that on your social security card, check here and call 1-800-772-1213 for more information <input type="checkbox"/>																			
<table border="1" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th align="center" colspan="2">Payroll Office Use</th> </tr> <tr> <th align="center">Entrex No.</th> <th align="center">HRPC2</th> </tr> </thead> <tbody> <tr> <td>FWT CODE</td> <td></td> </tr> <tr> <td>Marital Status</td> <td></td> </tr> <tr> <td>No. Of Exempt.</td> <td></td> </tr> <tr> <td>EIC CODE</td> <td></td> </tr> <tr> <td>Add W/H Tax</td> <td></td> </tr> </tbody> </table>		Payroll Office Use		Entrex No.	HRPC2	FWT CODE		Marital Status		No. Of Exempt.		EIC CODE		Add W/H Tax		5. Total Number of Allowances you are claiming 6. Additional amount, if any, you want deducted from each pay (including longevity and summer school pay) \$ 00 7. I claim exemption from withholding and I certify that I meet ALL of the following conditions for exemption: ● Last year I had a right to a refund of ALL Federal income tax withheld because I had NO tax liability; AND ● This year I expect a refund of ALL Federal income tax withheld because I expect to have NO tax liability; AND ● This year if my income exceeds \$600 and includes nonwage income, another person cannot claim me as a dependent. If you meet all of the above conditions, enter "EXEMPT" here If you entered "EXEMPT", are you a full-time student? (Full-time students are NOT automatically exempt) <input type="checkbox"/> Yes <input type="checkbox"/> No					
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Add W/H Tax																					
						Year 19															
		NOTE: UT must send to IRS any W-4 claiming more than 10 withholding allowances or claiming exemption from withholding if wages are expected to normally exceed \$200 per week (\$10,400 per year).																			

Under the penalties of perjury, I certify that I am entitled to the number of withholding allowances claimed on this certificate, or if claiming exemption from withholding, that I am entitled to claim the exempt status.

(Date) _____, 19____ Employee's signature _____