# 2023 Form 1099-B

Furnished by Edward Jones to report sales, redemptions and exchanges of securities in taxable brokerage accounts

Use this document to help understand your Form 1099-B from Edward Jones, which is issued as part of your Consolidated 1099 Tax Statement if you sold, redeemed or exchanged securities in your taxable brokerage account during 2023. Form 1099-B also reports cash received in lieu of fractional shares.

## **Common questions**

## How do I report sales and exchanges?

For each security sold, redeemed or exchanged, you may be required to provide certain information relating to the disposition of the security, including the date acquired, date of sale or exchange, quantity, proceeds, cost basis and gain/loss. Generally, this information should be reported on Form 8949 and Form 1040/1040-SR, Schedule D. It's important to note that you may need to report the activity even if you did not realize a gain or loss from the sale, redemption or exchange listed on Form 1099-B. Refer to the form instructions for details. Transactions are reported on Form 1099-B from Edward Jones in four sections, and should generally be reported on Form 8949 accordingly:

- Short-term Covered Form 8949, Part I, Box A
- Short-term Non-covered Form 8949, Part I, Box B
- Long-term Covered Form 8949, Part II, Box D
- Long-term Non-covered Form 8949, Part II, Box E

## What is cost basis?

The cost basis of an investment is usually the amount you paid for it, including any commissions, fees, reinvestments and original issue discount (OID). It also may include adjustments for sales, principal returns, mergers, splits and spin-offs.

## How does Edward Jones determine my cost basis?

For equities and fixed income securities, Edward Jones uses the original lot cost basis method. In Select accounts, the first-in, first-out ("FIFO") lot-relief method ("sell order") is used, and in Advisory accounts, a tax-efficient sell order is used.

For domestic open-end mutual funds in Select accounts, Edward Jones uses the average cost basis method and FIFO sell order. Separate averages are calculated for covered and noncovered shares. In Advisory accounts, the original lot cost basis method and tax-efficient sell order is used.

In all cases, specific shares may be identified at the time of the sale, and shares missing cost basis are sold first per IRS requirements unless otherwise specified.

## Can I deduct commissions I paid to buy/sell a security?

Commissions are generally not tax deductible as an itemized deduction. Instead, commissions are generally added to the purchase price and subtracted from the sale price to determine the gain or loss on disposition of the security. The Edward Jones confirmation reflects the total purchase cost, including commissions. Form 1099-B reflects the net proceeds received after the commission has been subtracted. For additional information, see IRS Publication 551, Basis of Assets, and refer to the Stocks and Bonds subsection under Cost Basis.

## What are covered and noncovered securities?

Cost basis regulations require Edward Jones to report cost basis to the IRS when securities "covered" by the regulations are sold, redeemed or exchanged. Cost basis is not reported to the IRS for "noncovered" securities. Covered securities are those purchased beginning in:

- 2011: Stock shares not in a dividend reinvestment plan
- 2012: Mutual fund shares and stock shares purchased through a dividend reinvestment plan
- 2014: Fixed income securities designated by the IRS as being "less complex"
- 2016: Fixed income securities designated by the IRS as being "more complex"

# If you have questions regarding:

### **Your Consolidated 1099 Tax Statement:**

Visit edwardjones.com/taxcenter or contact Edward Jones at 800-282-0829:

• Mon - Fri, 8 a.m. to 6 p.m. CT

## Your tax return:

Contact a tax professional, call the IRS at 800-829-1040 or visit irs.gov. If you are using tax preparation software, contact the software provider for assistance.

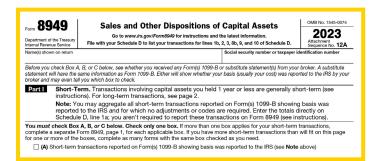
#### Investments:

Contact your Edward Jones financial advisor.

## If you receive a Form 1099-B, you may be required to file:

- Form 1040/1040-SR, Schedule D Capital Gains and Losses
- Form 8949 Sales and Other Dispositions of Capital Assets

**Form 8949** lists sales and exchanges of capital assets, including stocks, bonds, mutual funds and similar investments. The totals from this form are carried to Form 1040/1040-SR, Schedule D.



## **Box explanations**

Following are descriptions of the information contained in various boxes on Form 1099-B.

Applicable checkbox on Form 8949: Indicates where to report the transaction on Form 8949 and Schedule D, and which checkbox is applicable. See Form 8949 and/or Schedule D instructions.

**CUSIP:** This unique identifier allows the IRS to clearly identify what security was reported

**Box 1a:** Security description and quantity sold or exchanged

Box 1b: Date shares were acquired

Box 1c: Date of sale or exchange

Box 1d: Proceeds

Box 1e: Cost or other basis of securities sold

**Unadjusted Gain/Loss:** Amount of gain or loss of securities sold prior to any adjustments

**Box 1f:** Amount of accrued market discount. For more information, see instructions for Schedule D, Form 1040/1040-SR and Form 8949, and Publication 550

**Box 1g:** Shows the amount of nondeductible loss in a wash sale transaction. For more information, see instructions for Schedule D, Form 1040/1040-SR and Form 8949, and IRS Publication 550

Box 2: The type of gain or loss from the transaction

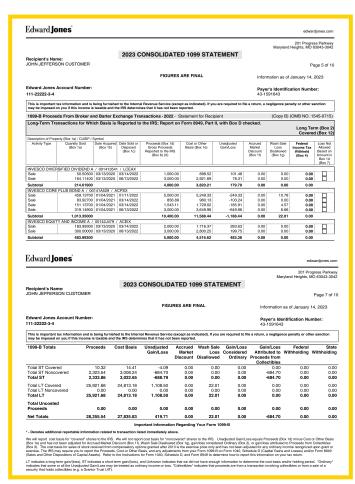
**Box 3:** Amount of unadjusted gain/loss attributed to proceeds from collectibles when displayed

Box 4: Federal income tax withheld

**Box 5:** The securities sold were "non-covered" by the IRS cost basis reporting regulations. The basis in Box 1e is not reported to the IRS

**Form 1040/1040-SR, Schedule D** is a summary of capital gain and loss transactions. The total gain or loss from this form is reported on Form 1040/1040-SR.

SCHEDULE D (Form 1040)	Capital Ga	ins and Lo	sses		OMB No. 1545-0074
Department of the Treasury Internal Revenue Service	Attach to Form 10 Go to www.irs.gov/ScheduleD fo Use Form 8949 to list your trans	or instructions and	the latest informa		2023 Attachment Sequence No. 12
Name(s) shown on return				Your social s	ecurity number
	investment(s) in a qualified opportunity f 449 and see its instructions for additiona				
f "Yes," attach Form 89		l requirements fo	or reporting your g	ain or loss.	structions)
f "Yes," attach Form 89  Part I Short-Tel  See instructions for how	949 and see its instructions for additional	l requirements for nerally Assets	Held One Year	or Less (see ins	(h) Gain or (loss) Subtract column (
If "Yes," attach Form 89  Part I Short-Tel  See instructions for how lines below.	949 and see its instructions for additional rm Capital Gains and Losses—Ger	l requirements for nerally Assets	Held One Year	or Less (see ins	(h) Gain or (loss) Subtract column (e from column (f) an combine the resul with column (g)



Box 6: Gross proceeds are reported to the IRS

**Box 7:** If checked, generally the IRS does not allow you to take a loss on your tax return based on gross proceeds from a reportable change in control or capital structure reported in Box 1d. See Form 8949 and Schedule D instructions for details

**Box 12:** If checked, the securities sold were "covered" by the IRS cost basis reporting regulations. The basis in Box 1e is reported to the IRS