

Fellowships are awarded to graduate students who meet the academic criteria. For additional information click <u>here</u>. For questions pertaining to fellowship specifics, please contact the Graduate School at <u>grad.fellowships@email.uky.edu</u>

## **Prepping for Entry**

- <u>It is strongly</u> advised to have fellowship students <u>obtain an I-9</u>. I-9 appointments can be scheduled <u>here</u>. The I-9 helps establish residence status, which can have taxation implications (see page 2 for additional tax details). The I-9 also ensures all required information is available for the SAP entry (SSN, DOB, Phone number, Address, Gender, Race, Ethnicity, Veteran Status, etc).
- Check <u>PPOSE</u> to see if the department has a <u>Fellowship</u> (biweekly exempt) position number available. If you do not have a position number, please complete a <u>Position</u> <u>Request Form</u>
  Pro Tip The PPOSE Video Tutorial may be helpful.

## **SAP Entry**

- When entering the fellowship student in SAP (transaction **PA40**), you will need to enter 0 pay and save the basic pay screen (8). Then proceed through the rest of the action.
- If the student will be receiving payment for the fellowship, please enter a recurring payment on <u>screen 14</u> (via transaction PA30). <u>Note</u>: Please do not use the 15 screen for BW Fellowships-even if it is a one time).

Start date (beginning of BW pay period) AND end date (last day of a BW pay period),

- Wage type is <u>2000</u> for those which will receive benefits, such as the Student Health Plan.
- Wage type **<u>2010</u>** is for students who do not receive the Student Health Plan
- Enter the amount the student is to receive <u>each biweekly pay period</u>.
- Select the <u>Maintain Cost Assignment</u> icon, enter the cost center, and click on the <u>Transfer</u> button.



- o Save
- Utilize transaction **zhr\_par** to create the **<u>ZPAR</u>** and email it to <u>agbusinesscenter@uky.edu</u>, for processing, with copy of offer letter, I-9, and any other applicable documentation.



**Pro Tip** - Remember to process a <u>Separation/End of Additional Assignment</u> action when the Fellowship ends.

## Note about Taxes

While U.S. Citizens may not be taxed for fellowships, fellowships paid to non-residents who have not met the Substantial Presence Test can be subject to taxes. Once the fellowship is entered in SAP and it is determined they are not a U.S. citizen, Payroll will send a <u>Tax</u> <u>Determination</u> questionnaire via email and it is important the non-resident responds and provides payroll with their Visa paperwork.

- Visa records are kept on file on infotype 48 on the UK Payroll Data tab in SAP. If you see a green check mark next to Residence Status (0048), then Payroll has the documents on file.
- If you see 1042 wages on the remuneration, this shows the non-residents are paying taxes

For specific tax questions please contact Payroll Services.