

# Tax Update

NRA Tax Compliance  
RPA & UBI

UBO Monthly Meeting  
October 18, 2023



# NRA Tax Compliance

- The University has purchased new Nonresident Alien (NRA) Tax Compliance Software – Sprintax Calculus.
- **All foreign nationals** receiving income (wages from employment, scholarships/fellowships/grants, royalties, honoraria payments) from the University of Kentucky are required to have a tax analysis performed.
- The tax analysis will determine the individual's tax status, and eligibility for federal tax exemption, on part or all of their income, based on a tax treaty between their country of tax residence and the U.S. The tax analysis will also ensure taxes are withheld at the appropriate tax rate as required by IRS guidelines.
- Foreign national visitors and employees can email [internationaltax@uky.edu](mailto:internationaltax@uky.edu) to complete their initial tax analysis or for any tax-related questions.



# Revenue Producing Activities (RPA) & Unrelated Business Income (UBI)

- *Revenue Producing Activity (RPA)*: Revenue generated from the sale of products and/or services provided by the University and/or University employees in the course of their duties.
  - Departments required to submit **Initial RPA Questionnaire** when requesting to establish a revenue producing activity.
  - Departments must submit completed **Annual RPA Survey** to [taxoffice@uky.edu](mailto:taxoffice@uky.edu) by November 15<sup>th</sup> for fiscal year 2023.
  - Going forward, deadline will be September 1<sup>st</sup> each year. Included on YE schedule.
  - See BPM E-6-2 for additional guidance.
- *Unrelated Business Income (UBI)*: The net income (revenues less expense) from any activity that is not substantially related to the University mission or for which there does not exist a specific exemption under the Internal Revenue Code.
  - Department administrator or equivalent unit business office must submit completed **Annual UBI Questionnaire** to [taxoffice@uky.edu](mailto:taxoffice@uky.edu) by November 15<sup>th</sup> for fiscal year 2023.
  - Going forward, deadline will be September 1<sup>st</sup> each year. Included on YE schedule.
  - See BPM E-6-3 for additional guidance.



# Tax-Related Questions

General Tax Questions, UBI, RPA  
[taxoffice@uky.edu](mailto:taxoffice@uky.edu)

Foreign National/International Tax Questions  
[internationaltax@uky.edu](mailto:internationaltax@uky.edu)

Sales Tax Questions  
[uksalestax@uky.edu](mailto:uksalestax@uky.edu)



# Questions?

Casey V. Jones

Assistant Controller for Tax Compliance

Financial Services Administration

[casey.jones@uky.edu](mailto:casey.jones@uky.edu)

(859) 218-1735

