

2017 Sales, Use and Withholding Taxes Monthly/Quarterly and Amended Monthly/Quarterly Worksheet

Business Account Number (FEIN or TR Number)	Return Period Ending (MM-YYYY)
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PART 1: SALES AND USE TAX

1. Gross sales for tax period being reported. Carry amount from line 1A to line 4A.....
2. Rentals of tangible property and accommodations
3. Telecommunications services.....
4. **Total gross sales, rentals, accommodations and telecommunication services:** Carry amount from line 4A to line 1a on Form 5080 or Form 5092. Add lines 1B-3B and enter total on line 4B of this worksheet. Carry this amount to line 1b on Form 5080 or Form 5092.....

	A. Sales		B. Use: Sales & Rentals	
1.				
2.	XXXXXXXXXX			
3.	XXXXXXXXXX			
4.				

5. ALLOWABLE DEDUCTIONS

- a. Resale, sublease or subrent.....
 - b. Industrial processing exemption.....
 - c. Agricultural production exemption.....
 - d. Interstate commerce.....
 - e. Nontaxable services billed separately.....
 - f. Bad debts.....
 - g. Food for human/home consumption.....
 - h. Government exemption.....
 - i. Michigan motor fuel tax.....
 - j. Direct payment deduction.....
 - k. Other deductions and exemptions.....
 - l. Tax included in gross sales.....
 - m. **Total allowable deductions.** Add lines 5a - 5l.....
6. **Taxable balance:** Subtract line 5m from line 4.....
 7. Gross tax due. Multiply line 6 by 6% (0.06) and carry amount to lines 2a and 2b on Form 5080 or Form 5092.....
 8. Enter the prepaid tax amount from line 7, Form 5083.....
 9. Enter the amount from line 10, Form 5085.....
 10. Enter the amount from line 13, Form 5086.....
 11. **Total prepaid tax:** Add lines 8-10. Carry this amount to line 3a on Form 5080/Form 5092.....

	A. Sales Tax		B. Use Tax	
5a.				
5b.				
5c.				
5d.				
5e.				
5f.				
5g.				
5h.				
5i.			XXXXXXXXXX	
5j.				
5k.				
5l.			XXXXXXXXXX	
5m.				
6.				
7.				
8.				
9.				
10.				
11.				

PART 2: USE TAX ON ITEMS PURCHASED FOR BUSINESS OR PERSONAL USE

- 12. Purchases on which no tax was paid, or inventory purchased or withdrawn for business or personal use... 12.
- 13. **Use tax paid on untaxed purchases and withdrawals from inventory for business or personal use:**
Multiply line 12 by 6% (0.06) and carry to line 7 of Form 5080 or Form 5092..... 13.

IMPORTANT: This worksheet is your file copy and may be subject to audit. DO NOT SEND. Record your account number and your return period at the top of the form. Keep this worksheet for your records.

Instructions for 2017 Sales, Use and Withholding Taxes Monthly/Quarterly and Amended Monthly/Quarterly Worksheet (Form 5095)

PART 1: SALES AND USE TAX

Line 1A: Total gross sales for tax period being reported. Enter total sales, including cash, credit and installment transactions. Include any costs incurred before ownership of the property is transferred to the buyer, including installation, shipping, handling, and delivery charges.

Line 1B: Out-of-state retailers who do not have retail stores in Michigan: Enter total sales of tangible personal property including cash, credit, and installment transactions.

Line 2B: Rental of tangible property and accommodations.

- **Lessors of tangible personal property:** Enter amount of total rental receipts.
- **Persons providing accommodations:** Enter receipts from rentals including, but not limited to, hotel, motel, and vacation home rentals. This also includes assessments imposed under the Convention and Tourism Act, the Convention Facility Development Act, the Regional Tourism Marketing Act, the Community Convention or Tourism Marketing Act.

Line 3B: Telecommunication Services. Enter gross income from telecommunications services.

Line 5a-5l: Allowable Deductions. Use lines 5a - 5l to deduct from gross sales the nontaxable sales you made. Deductions taken for tax exempt sales must be substantiated in your records. You must obtain from the purchaser a completed copy of *Michigan Sales and Use Tax Certificate of Exemption* (Form 3372).

Line 5a: Resale, sublease or subrent. Enter resale, sublease or subrent exemption claims.

Line 5b: Industrial Processing Exemption. The property sold must be for direct use in producing a product for eventual sale at retail.

Line 5c: Agricultural Production Exemption. The property sold must be for direct use in agricultural production.

Line 5d: Interstate Commerce. Enter sales made in interstate commerce. To claim such a deduction, the property or service must be delivered by you to the out-of-state purchaser. Property transported out of state by the purchaser

does not qualify under interstate commerce. You must keep documentation of out-of-state shipments to support this deduction.

Line 5e: Nontaxable Services Billed Separately. Enter charges for nontaxable services billed separately, such as repair or maintenance, if these charges were included in gross receipts on line 1.

Line 5f: Bad Debts. You may deduct the amount of bad debts from your proceeds if all of the following criteria are met:

- The debts are charged off as uncollectible on your books and records at the time the debts become worthless
- You have deducted the debts on your return for a period during which the bad debts are written off as uncollectible.
- The debt is eligible to be deducted for federal income tax purposes.

A bad debt deduction may also be claimed by a third-party lender provided the retailer who reported the tax and the lender financing the sale executed and maintained a separate written election designating which party may claim the deduction. Certain additional conditions must be met. See MCL 205.54i and MCL 205.99a.

Line 5g: Food for Human/Home Consumption. Enter the total of retail sales of grocery-type food, excluding tobacco and alcoholic beverages. Prepared food is subject to tax. See MCL 205.54g and MCL 205.94d for more information.

Line 5h: Government Exemption. Direct sales to the United States Government, State of Michigan, or its political subdivisions are exempt.

Line 5i: Michigan Motor Fuel Tax. Motor fuel retailers may deduct the Michigan motor fuel taxes that were included in gross sales on line 1 and paid to the State or the distributor.

Line 5j: Direct Payment Deduction. Sales to companies that claim direct payment of sales or use tax to the State of Michigan. Such companies must have a sales tax license or use tax registration, and have a letter from Treasury specifically granting direct payment authority. For qualifications, see RAB 2000-3.

Line 5k: Other Exemptions or Deductions: Include on this line deductions or exemptions not covered in items 5a through 5j. **Do not include taxes paid to Secretary of State.** Examples of deductions and exemptions are:

- Direct sales to certain nonprofit agencies, churches, schools, hospitals, and homes for the care of children and the aged, provided such activities are nonprofit and payment is directly from the funds of the exempt organization.
- Assessments imposed under the Convention and Tourism Act, the Convention Facility Development Act, the Regional Tourism Marketing Act, or the Community Convention or Tourism Marketing Act. Hotels and motels may deduct the assessments included in gross sales and rentals provided use tax on the assessments was not charged to the customers.
- Credits allowed to customers for sales tax originally paid on merchandise voluntarily returned, provided the return is made within the time period for returns stated in the taxpayer's refund policy or 180 days after the initial sale, whichever is earlier. Repossessions are not allowable deductions.
- Sales to contractors of materials which will become part of a finished structure for a qualified exempt nonprofit hospital, qualified exempt nonprofit housing entity or church sanctuary, or materials to be affixed to and made a structural part of real estate located in another state. The purchaser will provide a *Michigan Sales and Use Tax Contractor Eligibility Statement* (Form 3520). See RAB 1999-2.
- Qualified nonprofit organizations may take a deduction of their sales if total sales are less than \$5,000 and they did not collect sales tax from their customers. If total sales are \$5,000 or more, the entire amount of sales is subject to tax. For qualifications, see RAB 1995-3.

Line 5l: Tax included in gross sales. If you have tax included in your gross sales, divide your gross sales by 17.6667 and enter the amount.

Lines 8-10: Enter the total amount of prepaid sales tax claimed from *2017 Fuel Supplier and Wholesaler Prepaid Sales Tax Schedule* (Form 5083), *2017 Fuel Retailer Supplemental Schedule* (Form 5085), and *2017 Vehicle Dealer Supplemental Schedule* (Form 5086), if applicable, made for the current tax period.

PART 2: USE TAX ON ITEMS PURCHASED FOR BUSINESS OR PERSONAL USE

Line 12: Enter purchases on which tax was not paid and inventory purchased or withdrawn for personal or business use.

How to Compute Penalty and Interest

If your return is filed with tax due, include penalty and interest with your payment. Penalty is 5% of the tax due and increases by an additional 5% per month or fraction thereof, after the second month, to a maximum of 25%. Interest is charged daily using the average prime rate, plus 1 percent.

Refer to www.michigan.gov/taxes for current interest rate information or help in calculating late payment fees.