

Fuel Supplier and Wholesaler Prepaid Sales Tax Report

NOTE

Effective April 1, 2013, the sales tax prepayment collection and reporting obligations under MCL 205.56a are expanded to a broader category of fuels. MCL 205.6a (11) defines what constitutes gasoline and diesel fuel. These definitions are not the same as those found in the Motor Fuel Tax Act, MCL 207.1001 et seq.

GENERAL INFORMATION

This supplemental report is used by the wholesaler to claim credit for prepayments made on retail sales and/or to allow credit for sales of fuel on which prepayments were made and which were delivered to out-of-state locations.

Wholesalers should complete lines 1 through 11 as directed in the instructions at the top of the reverse side of this form (Line-By-Line Instructions for Wholesalers).

File this form with your *Discount Voucher for Sales and Use Taxes* (Form 161) or *Combined Return for Michigan Taxes* (Form 160). If you are not required to file a return, mail this form to Michigan Department of Treasury, P.O. Box 30427, Lansing, MI 48909.

Wholesalers who have no sales, use or withholding tax liability on a continuing basis, see instructions on the reverse side of this form.

Wholesalers who make no retail sales, make no deliveries to out-of-state locations and do not blend fuel, do not use this form. You will recover all of your prepayments through sales to retailers or other wholesalers.

See Line-by-Line Instructions on page 2 of this form.

PART 1: RETURN INFORMATION

▶ 1. Account Number	2. Registered Business Name			
▶ 4. Return Period Month-Year	3. Address	City	State	ZIP Code

5. Total Amount Due. Enter the amount from discount voucher (161), Total Payment line or combined return (160), Total Payment line 5. \$ _____

6. Total Payments Less Adjustments
 - a. Prior month ending fuel inventory on which tax was prepaid 6a. \$ _____

▶ Gasoline Gallons _____	▶ Diesel Fuel Gallons _____
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 - b. Purchases on which tax was prepaid to the state (Form 173) or to the supplier during return period. Check here if OUT-OF-STATE DELIVERY 6b. \$ _____

▶ Gasoline Gallons _____	▶ Diesel Fuel Gallons _____
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 - c. Add lines 6a and 6b 6c. \$ _____

 - d. Enter ending fuel inventory (wholesale plus retail) for return period 6d. \$ _____

▶ Gasoline Gallons _____	▶ Diesel Fuel Gallons _____
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 - e. Adjusted prepayments. Subtract line 6d from line 6c..... 6e. \$ _____

7. Amount of prepaid tax recovered on sales to wholesalers and/or retailers. 7. \$ _____

▶ Gasoline Gallons _____	▶ Diesel Fuel Gallons _____
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8. Net Amount Prepaid. Subtract (in dollars column) line 7 from line 6e. If negative amount, it is tax due. Add to line 5 and pay total ▶ 8. \$ _____

9. Sales Tax Collections Discount. Enter 2/3 (.6667) of line 8 _____ . See instructions..... ▶ 9. \$ _____

10. Add lines 8 and 9 10. \$ _____

11. NET PAYMENT DUE. Subtract line 10 from line 5. See instructions for information on making payment..... 11. \$ _____

Line-by-Line Instructions for Wholesalers

Follow these instructions if you are a wholesaler who:

1. Sells fuel at retail, including deliveries to company owned stations.
2. Makes no retail sales, but who delivers fuel (on which sales tax has been prepaid) to out-of-state locations.

- Line 1** Enter your account number.
- Line 2** Enter the name under which the business is registered.
- Line 3** Enter the business address.
Note: This form is separated from other forms or correspondence for processing. Without lines 1, 2 and 3 we cannot identify the taxpayer.
- Line 4** Enter the return period to which this credit is to be applied (month/year).
- Line 5** Total amount due. Enter the total amount due from Payment Amount line of Form 161, or Total Payment line on your Form 160.
- Line 6** Sales tax prepaid to supplier adjusted for ending inventory. For lines 6a, 6b, and 6d, separately enter the total prepaid gasoline gallons and the total prepaid diesel fuel gallons in the fields provided.
- a. Enter the total dollars prepaid on prior month's ending fuel inventory.
 - b. Enter purchases on which tax was prepaid to the State on Form 173 or to the supplier during return period. NOTE: The number of gasoline and diesel fuel gallons purchased and amount of dollars prepaid should be determined from your purchase invoices for this period.
 - c. Enter total of lines a and b.
 - d. Enter ending fuel inventory (wholesale plus retail) for return period.
 - e. Adjusted prepayments. Subtract line 6d from Line 6c.
- Line 7** Amount of prepaid tax recovered on sales to wholesaler and/or retailer, except for gallons and amount on line 6e. Enter gallons and total prepayment recovered.
- Line 8** Net amount prepaid. Subtract line 7 (amount recovered) from line 6e (Adjusted Prepayments).
- Line 9** Sales tax early payment discount. NOTE: The discount is allowed only on the 4% tax rate. No discount is allowed on the additional 2%. This line does not apply if retail sales are to tax exempt customers and/or no sales tax is due. For taxpayers who make an early payment by the 12th and a timely payment by the 20th, the combined discounts cannot exceed \$20,000.00 per tax per month. The maximum allowable discount for payments made after the 12th, but before the 20th, is \$15,000 per tax per month.

If discount payment voucher (form 161) or sales tax return (form 160) is filed:

- a. By the 12th of the month due, enter 0. (Full discount allowed on voucher or return.)
- b. After the 12th, but by the 20th, enter .25% (.0025) on $2/3(.6667)$ of line 8. (.5% discount allowed on return.) (e.g. Line 8 = 10,000, $\$10,000 \times .6667 = \$6,667 \times .0025 = \$16.67$.)
- c. After the 20th, enter .75% (.0075) on $2/3(.6667)$ of line 8. (e.g. Line 8 = 15,000, $\$15,000 \times .6667 = \$10,000.50 \times .0075 = \75.00 .)

For filling out the discount voucher or return, follow the booklet General and Line-by-Line Instructions included with your Sales, Use and Withholding Tax returns, including instructions for the discounts.

- Line 10** Enter total of sales prepaid (line 8) and discount (line 9).
- Line 11** Net payment due. Subtract line 10 from line 5 and enter the difference. If line 8 is a negative credit (line 7 is greater than line 6e), then add line 8 to line 5 and enter total on line 11. Skip lines 9-10. This is your net payment due. Make your check for this amount rather than the amount shown on your voucher 161, or tax return 160. DO NOT write that amount on your return. Send Form 429 with your payment and voucher 161 or return 160 to the address for filing your regular return. If line 10 is more than line 5, you may use the excess credit on your next month's return. Simply reduce the amount of the check for the next month by the amount of the overpayment. Do not alter or adjust the tax due figures on the next return because of this credit. If you wish to receive a refund, you must attach correspondence (include your name and account number) requesting a refund (or other disposition of credit).

Instructions for Wholesalers Who Have No Sales, Use or Withholding Tax Liability on a Continuing Basis.

Do not file a *Combined Return for Michigan Taxes* (Form 160). Enter "0" on line 5 and on line 9. Otherwise, follow instructions above.

**File this form with your *Discount Voucher* (Form 161) or *Combined Return* (Form 160).
If you are not required to file a return, mail this form and a letter requesting a refund to:
Michigan Department of Treasury, P.O. Box 30427, Lansing, Michigan 48909.
Call (517) 636-6925 if you have any questions.**