

## Form 5081 EZ: 2019 Sales, Use and Withholding Taxes Annual Return

**IMPORTANT:** This is the EZ Annual return for Sales Tax, Use Tax, and Withholding Tax. This form is only available for electronic filing on Michigan Treasury Online (MTO). If the tax preparer inserts a zero on (or leaves blank) any line for reporting Sales Tax, Use Tax, or Withholding Tax, the taxpayer is certifying that no tax is owed for that tax type. If it is determined that tax is owed, the taxpayer will be liable for the deficiency as well as penalty and interest.

Check the applicable boxes to indicate which taxes you will be reporting on the return.

Taxpayers who meet the following criteria may be eligible to file this form:

- Taxpayer's prior year Sales and Use gross receipts and Withholding liability has not exceeded \$10,000,000.
- Taxpayer is not registered as a 4% & 6% sales tax filer.
- Taxpayer does not have any nontaxable sales or exemptions for the current year.
- Taxpayer has not filed any pre-paid sales tax schedules for the current year.
- Taxpayer has not paid use tax on rental receipts.
- Taxpayer does not have gross income from telecommunications services.

### PART 1: SALES TAX SECTION

#### Sales Tax

**Line 1:** Enter total gross sales for tax year being reported. Any costs incurred before ownership of the property is transferred to the buyer (including shipping, handling, and delivery charges) are not considered services and are subject to tax.

**Line 2:** Gross Tax Due will be automatically calculated and populated at the 6% tax rate

**Note:** To claim nontaxable sales you must file the standard 5081 Annual form.

**Line 3:** Enter the total discount allowed for the tax year

**Annual filers:** if your tax due is \$108 or more, enter \$72 for your discount. If your tax due is less than \$108, multiply line 9 by  $\frac{2}{3}$  (0.6667) and enter.

**Accelerated/Monthly/Quarterly filers:** Enter total discounts allowed for the year.

**Line 4:** Total Tax due will be automatically calculated and populated.

**Line 5:** Enter total sales tax payments made for the current tax year (do not include penalty and interest).

**Note:** If pre-paid sales tax schedules were filed throughout the year you will need to file the standard 5081 Annual form. All pre-paid sales tax schedules are e-file only.

### PART 2: USE TAX ON SALES AND RENTALS SECTION

**Use Tax:**

**Line 1:** Enter total sales of tangible personal property including cash, credit, and installment transactions.

**Note:** Lessors of tangible personal property who pay use tax on rental receipts or have gross income from telecommunications services must file the standard 5081 Annual form.

**Line 2:** Gross Tax Due will be automatically calculated and populated at the 6% tax rate

**Line 3:** Enter the total discount allowed for the tax year

**Annual filers:** if your tax due is \$108 or more, enter \$72 for your discount. If your tax due is less than \$108, multiply line 9 by 2/3 (0.6667) and enter.

**Accelerated/Monthly/Quarterly filers:** Enter total discounts allowed for the year.

**Line 4:** Total Tax Due will be automatically calculated and populated.

**Line 5:** Enter total use tax payments made for the current tax year (do not include penalty and interest).

**PART 3: USE TAX ON ITEMS PURCHASED FOR BUSINESS OR PERSONAL USE**

**Line 1:** Enter the total amount of taxable purchases and withdrawals from inventory for the tax year being reported.

**Line 2:** Total Use Tax on Purchases Due will be automatically calculated and populated at the 6% tax rate.

**Line 3:** Enter total use tax payments paid on purchases and withdrawals for the year (do not include penalty and interest).

**PART 4: WITHHOLDING TAX**

**Note:** Upload through MTO or mail W-2 and 1099-MISC forms with a letter including your company name, address and Federal Employer's Identification Number (FEIN) or Treasury-assigned account number to:

Michigan Department of Treasury  
Sales, Use and Withholding  
Lansing, MI 48930

**Line 1:** Enter your gross Michigan payroll, pension, and other taxable compensation.

**Line 2:** Enter the total number of W-2 and 1099 forms.

**Line 3:** Enter the total Michigan income tax withheld for the year.

**Line 4:** Enter the total Michigan income tax withheld that was paid on your monthly, quarterly or accelerated returns (do not include penalty and interest).

## **PART 5: SUMMARY**

**Line 1:** Total Tax Due will be automatically calculated and populated.

**Line 2:** Total Tax Paid will be automatically calculated and populated.

**Line 3:** Enter the amount of excess tax paid you request be credited forward to the next tax year.

**Line 4:** Refund Amount will be automatically calculated and populated.

**Line 5:** Tax Balance Due will be automatically calculated and populated.

**Line 6:** Enter any penalty to be paid with the return.

**Line 7:** Enter any interest to be paid with the return.

**Line 8:** Total Payment Due will be automatically calculated and populated.

## **How to Compute Penalty and Interest**

If your return is filed after February 28 and no tax is due, compute penalty at \$10 per day up to a maximum of \$400. If your return is filed with additional 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](http://www.michigan.gov/taxes) for current interest rate information or help in calculating late payment fees.