


MARYLAND FORM 202 SALES AND USE TAX RETURN INSTRUCTIONS

Instruction A. For use by cannabis dispensaries and on-site cannabis consumption businesses. Senate Bill 516 of 2023 establishes that the sales and use tax applies at a rate of 9% to the retail sales of cannabis and cannabis products. Cannabis dispensaries and on-site cannabis consumption businesses are required to collect and remit sales tax on retail sales of cannabis. If you are reporting sales of cannabis on Line 12, or taxable purchases on line 23, you must check the appropriate box and provide the physical location address and political subdivision from which you made the cannabis sale or purchases for use. A separate sales and use tax account is required for each retail location. Cannabis businesses are not permitted to consolidate reporting of sales and use tax from multiple locations under a single account.

1. Check the appropriate box if you are a reporting amounts from cannabis retail sales on Line 12 or purchases for use (such as display items which will not be sold to a customer) by your business on Line 23.
2. Find the 4 Digit Political Subdivision Code in the LIST OF INCORPORATED CITIES, TOWNS AND TAXING AREAS IN MARYLAND and enter this number on the 4 DIGIT POLITICAL SUBDIVISION CODE line.  When selecting the 4 Digit Political Subdivision Code, be sure that you have selected the proper political subdivision from the LIST OF INCORPORATED CITIES, TOWNS AND TAXING AREAS IN MARYLAND. Do not rely on the ZIP Code + 4 to identify the proper political subdivision. For example, most addresses within the ZIP Code of Upper Marlboro are not in the political subdivision of the Town of Upper Marlboro. Therefore, entering the Town of Upper Marlboro on the 4 DIGIT POLITICAL SUBDIVISION CODE line for those with a ZIP Code in Upper Marlboro may not be

correct. Also, some political subdivisions have similar names such as Bel Air in Allegany County and Town of Bel Air in Harford County or Town of Chevy Chase and Town of Chevy Chase View. Contact your county seat for further information relating to the incorporated boundaries of incorporated cities, towns, and taxing areas in your county.

3. If your sales of cannabis or purchases for use were made within the incorporated tax boundaries of one of the areas listed under your county as found in the LIST OF INCORPORATED CITIES, TOWNS, AND TAXING AREAS IN MARYLAND, write the name of the city, town, or taxing area on the MARYLAND POLITICAL SUBDIVISION line. If your sales of cannabis or purchases for use were not made within the incorporated tax boundaries of one of the areas listed under your county as found in the LIST OF INCORPORATED CITIES, TOWNS AND TAXING AREAS IN MARYLAND, write the name of the county on the MARYLAND POLITICAL SUBDIVISION line. If your business location is in Baltimore City, enter "Baltimore City" on the MARYLAND POLITICAL SUBDIVISION line. For additional information on your Maryland political subdivision, contact your locality or the Maryland Department of Planning.
4. Enter the street number and street name on MARYLAND PHYSICAL LOCATION ADDRESS LINE 1. DO NOT ENTER A PO BOX NUMBER.
5. If applicable, enter the floor, suite or apartment number on MARYLAND PHYSICAL LOCATION ADDRESS LINE 2. DO NOT ENTER A PO BOX NUMBER.
6. Enter the city or town in which the sales of cannabis or purchases for use were made on the CITY line.
7. Enter the ZIP Code + 4 in which the sales of cannabis or purchases for use were made on the ZIP Code + 4 line.
8. Enter the name of the county in which the sales of cannabis or purchases for use were made on the MARYLAND COUNTY line. If your business location is in Baltimore City, leave the MARYLAND COUNTY line blank.

LIST OF INCORPORATED CITIES, TOWNS AND TAXING AREAS IN MARYLAND

Political Subdivision Code	Political Subdivision Code	Political Subdivision Code	Political Subdivision Code	Political Subdivision Code
ALLEGANY COUNTY 0100	Town of Hampstead . . . 0701	Town of Walkersville . . .1111	Political Subdivision Code	ST. MARY'S COUNTY 1900
Town of Barton 0101	Town of Manchester . . . 0702	Town of Woodsboro . . .1112	Additions 1622	Town of Queen Anne . . .1807
Bel Air 0112	Town of Mt. Airy 0703	GARRETT COUNTY . . . 1200	Village of North Chevy Chase 1618	Town of Queenstown . . .1803
Bowling Green 0115	Town of New Windsor . . 0704	Town of Accident 1201	Town of Oakmont 1619	Town of Sudlersville . . .1804
Cresaptown 0108	Town of Sykesville 0705	Town of Deer Park 1203	Town of Poolesville 1608	Town of Templeville . . .1806
City of Cumberland . . . 0102	City of Taneytown 0706	Town of Friendsville . . .1204	City of Rockville 1609	ST. MARY'S COUNTY 1900
Ellerslie 0113	Town of Union Bridge . . 0707	Town of Grantsville 1205	Town of Somerset 1610	Town of Leonardtown . . .1902
City of Frostburg 0103	City of Westminster 0709	Town of Kitzmiller 1206	City of Takoma Park 1611	SOMERSET COUNTY 2000
LaVale 0110	CECIL COUNTY 0800	Town of Loch Lynn Heights 1207	Town of Washington Grove 1612	City of Crisfield 2001
Town of Lonaconing . . . 0104	Town of Cecilton 0801	Town of Mountain Lake Park 1208	PRINCE GEORGE'S COUNTY 1700	Town of Princess Anne . . 2002
Town of Luke 0105	Town of Charlestown . . . 0802	Town of Oakland 1209	Town of Berwyn Heights 1701	TALBOT COUNTY 2100
McCoolle 0114	Town of Chesapeake City 0803	HARFORD COUNTY . . 1300	Town of Bladensburg . . .1702	Town of Easton 2101
Town of Midland 0106	Town of Elkton 0804	City of Aberdeen 1301	City of Bowie 1704	Town of Oxford 2102
Mt. Savage 0111	Town of North East 0805	Town of Bel Air 1302	Town of Brentwood 1705	Town of Queen Anne . . .2105
Potomac Park 0109	Town of Perryville 0806	City of Havre de Grace . . 1303	Town of Capitol Heights . . 1706	Town of St. Michaels . . .2103
Town of Westernport . . 0107	Town of Port Deposit 0807	HOWARD COUNTY . . 1400	Town of Cheverly 1707	Town of Trappe 2104
ANNE ARUNDEL COUNTY 0200	Town of Rising Sun 0808	(No incorporated cities or towns)	City of College Park 1725	WASHINGTON COUNTY 2200
City of Annapolis 0201	CHARLES COUNTY 0900	KENT COUNTY 1500	Town of Colmar Manor . . .1708	Town of Boonsboro 2201
Town of Highland Beach 0203	Town of Indian Head 0901	Town of Betterton 1501	Town of Cottage City 1709	Town of Clearspring 2202
BALTIMORE COUNTY 0300	Town of La Plata 0902	Town of Chestertown . . .1502	City of District Heights . . 1710	Town of Funkstown 2203
(No incorporated cities or towns)	Port Tobacco Village 0903	Town of Galena 1503	Town of Eagle Harbor 1711	City of Hagerstown 2204
BALTIMORE CITY . . . 0400	DORCHESTER COUNTY 1000	Town of Millington 1504	Town of Edmonston 1712	Town of Hancock 2205
CALVERT COUNTY 0500	Town of Brookview 1008	Town of Rock Hall 1505	Town of Fairmount Heights 1713	Town of Keedysville 2206
Town of Chesapeake Beach 0501	City of Cambridge 1001	MONTGOMERY COUNTY 1600	Town of Forest Heights . . 1728	Town of Sharpsburg 2207
Town of North Beach . . . 0502	Town of Church Creek . . .1002	Town of Barnesville 1601	City of Glenarden 1730	Town of Smithsburg 2208
CAROLINE COUNTY 0600	Town of Church Creek . . .1002	Town of Brookeville 1602	City of Greenbelt 1714	Town of Williamsport 2209
Town of Denton 0602	Town of East New Market 1003	Town of Chevy Chase . . .1615	City of Hyattsville 1715	WICOMICO COUNTY 2300
Town of Federalsburg . . 0603	Town of Eldorado 1007	Section 3 of the Village of Chevy Chase 1614	Town of Landover Hills . . 1726	Town of Delmar 2301
Town of Goldsboro 0604	Town of Galestown 1009	Section 5 of the Village of Chevy Chase 1616	City of Laurel 1716	City of Fruitland 2308
Town of Greensboro 0605	Town of Hurlock 1004	Town of Chevy Chase 1617	Town of Morningside 1727	Town of Hebron 2302
Town of Henderson 0611	Town of Secretary 1005	Chase View 1617	City of Mt. Rainier 1717	Town of Maryland Springs 2303
Town of Hillsboro 0606	Town of Vienna 1006	Chevy Chase Village 1613	City of New Carrollton . . .1729	Town of Pittsville 2307
Town of Marydel 0607	FREDERICK COUNTY 1100	Village of Drummond . . .1623	Town of North Brentwood 1718	City of Salisbury 2304
Town of Preston 0608	City of Brunswick 1101	Village of Friendship Heights 1621	Town of Riverdale Park . . .1720	Town of Sharptown 2305
Town of Ridgely 0609	Town of Burkittsville . . .1102	City of Gaithersburg 1603	City of Seat Pleasant 1721	Town of Upper Marlboro . . 2306
Town of Templeville 0610	Town of Emmitsburg 1103	Town of Glen Echo 1605	Town of University Park . . 1723	WORCESTER COUNTY 2400
CARROLL COUNTY 0700	City of Frederick 1104	Town of Kensington 1606	Town of Upper Marlboro . . 1724	Town of Berlin 2401
	Town of Middletown 1106	Town of Laytonsville 1607	QUEEN ANNE'S COUNTY 1800	Town of Ocean City 2402
	Town of Mt. Airy 1114	Village of Martin's	Town of Barclay 1805	Pocomoke City 2403
	Town of Myersville 1107		Town of Centreville 1801	Town of Snow Hill 2404
	Town of New Market 1108		Town of Church Hill 1802	
	Village of Rosemont 1113		Town of Millington 1808	
	Town of Thurmont 1110			

Line 1 **Check the box** if you engage in the business of a marketplace facilitator. **If the box is checked you must complete Form 202F.** Marketplace facilitator means a person that (i) facilitates a retail sale by a marketplace seller by listing or advertising for sale in a marketplace tangible personal property; and (ii) regardless of whether the person receives compensation or other consideration in exchange for the person's services, directly or indirectly through agreements with third parties, collects payments from a buyer and transmits the payment to the marketplace seller. Marketplace facilitator does not include (i) a platform or forum that exclusively provides internet advertising services, including listing products for sale, if the platform or forum does not also engage, directly or indirectly, in collecting payment from a buyer and transmitting that payment to the vendor; (ii) a payment processor business appointed by a vendor to handle payment transactions from clients, including credit cards and debit cards, whose only activity with respect to marketplace sales is to handle transactions between two parties; (iii) a peer-to-peer car sharing program; or (iv) a delivery service company that delivers tangible personal property on behalf of a marketplace seller that is engaged in the business of a retail vendor and holds a certain license. Marketplace seller means a person that makes a retail sale or sale for use through a physical or electronic marketplace operated by a marketplace facilitator.

Amended Return - Check the box: To correct an error in a previously filed return, check the amended return box on page 1 and complete the entire return, where applicable, including amended figures.

Line 2 **Check the box** if you are a person that engages in the business of an out-of-state vendor and in the prior calendar year or the current calendar year either (1) exceeded \$100,000 in gross revenue from the sale of tangible personal property or taxable services delivered in the State; or (2) sold tangible personal property or taxable services for delivery into the State in 200 or more separate transactions. **If you are a marketplace facilitator and engage in the business of an out-of-state vendor with sales in the previous calendar year that exceed the listed threshold amounts, you should check both box 1 and box 2.**

Line 3 **Gross sales** Enter the total amount of all your taxable and non-taxable sales and rentals of tangible personal property and of your taxable services. These are your total direct sales. Do not include any facilitated sales or tax collected in this figure. Enter whole dollars only.

Line 4 **Sales subject to 6% rate**

In box 4a Enter the amount of sales that are subject to tax at the 6% rate.

Note: If the gross sales on Line 3 include sales of modular homes or gross receipts from vending machine sales; or if you are a marina which sells dyed diesel fuel; or if you are a hotel: see the applicable sales tax information at marylandtaxes.gov to determine the appropriate percentage of sales to use in computing the 6% tax. Do **not** include the amount of any sales of digital products and digital codes subject to the 6% rate in box 4a. Sales of digital products and digital code are reported separately in box 5a.

In box 4 Enter the actual amount of the sales and use tax you collected or should have collected on direct sales subject to the 6% tax rate, less any tax which you properly refunded to your customers for cancelled sales. Do not include sales and use tax collected for facilitated sales, which is reported on Form 202F.

Line 5 **Sales of digital products and digital code subject to 6% rate.**

In box 5a Enter the amount of sales of digital products that are subject to tax at the 6% rate. For information on what qualifies as a digital product, see Business Tax Tip #29 Sales of Digital Products and Digital Code on marylandtaxes.gov.

In box 5 Enter the actual amount of the sales and use tax you collected or should have collected on direct sales of digital products subject to the 6% tax rate, less any tax which you properly refunded to your customers for cancelled sales. Do not include sales and use tax collected for facilitated sales of digital products, which is reported on Form 202F.

Line 6 **Sales of ESDs and tobacco pipes subject to 12% rate**

In box 6a Enter the amount of sales of electronic smoking devices (ESDs) and tobacco pipes that are subject to tax at the 12% rate. For more information see TT-78 Cigarette and OTP Tax Increase and Floor Tax and Electronic Smoking Devices (ESD) Sales Tax on marylandtaxes.gov.

In box 6 Enter the actual amount of the sales and use tax you collected or should have collected on direct sales of ESDs and tobacco pipes subject to the 12% tax rate, less any tax which you properly refunded to your customers for cancelled sales. Do not include sales and use tax collected for facilitated sales of ESDs and tobacco pipes which is reported on Form 202F.

Line 7 **Sales of vaping liquid subject to 60% rate**

In box 7a Enter the amount of sales of vaping liquid that does not contain cannabis and is sold in a container that contains 5ml or less of vaping liquid that are subject to tax at the 60% rate. For more information, see TT-78 Cigarette and OTP Tax Increase and Floor Tax and Electronic Smoking Devices (ESD) Sales Tax on marylandtaxes.gov. Vaping liquid that contains cannabis (the plant Cannabis sativa L. and any part of the plant, including all derivatives, extracts, cannabinoids, isomers, acids, salts, and salts of isomers, whether growing or not, with a delta-9-tetrahydrocannabinol concentration greater than 0.3% on a dry weight basis), regardless of container size, is taxed as a cannabis product.

In box 7 Enter the actual amount of the sales and use tax you collected or should have collected on direct sales of vaping liquid that does not contain cannabis and is sold in a container that contains 5ml or less of vaping liquid subject to the 60% tax rate, less any tax which you properly refunded to your customers for cancelled sales. Do not include sales and use tax collected for facilitated sales of vaping liquid in a container that contains less than 5ml of vaping liquid, which is reported on Form 202F.

Line 8 **Car and motorcycle rentals and peer-to-peer car sharing subject to 11.5% rate**

In box 8a Enter the amount of short-term car and motorcycle rentals and peer-to-peer car sharing subject to tax at the 11.5% rate. Peer-to-peer car sharing is subject to tax at the 11.5% rate if the vehicle (i.e., a passenger car, a multipurpose passenger vehicle, or a motorcycle) is part of a fleet of vehicles that includes more than 10 vehicles owned by the same person.

In box 8 Enter the actual amount of tax you collected or should have collected on your car and motorcycle rental and peer-to-peer car sharing receipts, less any tax which you properly refunded to your customers for canceled sales.

Line 9 Truck rentals and peer-to-peer car sharing subject to 8% rate

In box 9a Enter the amount of short-term truck rentals and peer-to-peer car sharing subject to 8% rate. Peer-to-peer car sharing is subject to tax at the 8% rate if it is not subject to tax at the 11.5% rate. See the instructions for Line 8.

In box 9 Enter the actual amount of tax you collected or should have collected on your truck rental and peer-to-peer car sharing receipts, less any taxes you properly refunded to your customers for canceled sales.

Line 10 Tax Due on Short-Term Rentals Enter the sum of the tax shown in boxes 8 and 9.

Line 11 Sales of alcoholic beverages subject to 9% rate

In box 11a Enter the amount of sales of alcoholic beverages that are subject to tax at the 9% rate.

In box 11 Enter the actual amount of tax you collected or should have collected on the sales of alcoholic beverages, less any taxes you properly refunded to your customers for cancelled sales.

Line 12 Sales of cannabis products subject to 9% rate under Senate Bill 516 of 2023.

"Cannabis" includes cannabis, cannabis concentrate, cannabis-infused products, and cannabis products.

In box 12a Enter the amount of sales of cannabis products that are subject to the 9% rate.

In box 12 Enter the actual amount of tax you collected or should have collected on the sales of cannabis products, less any tax you properly refunded to your customers for cancelled sales.

Line 13 In box 13a Add lines 4, 5, 6, 7, 10, 11, and 12 and enter the total on this line.

In box 13b Enter amount shown on Line 10 from Form 202F.

In box 13 Add Lines 13a and 13b and enter the total on this line.

Line 14 Timely discount If Line 13 is \$6,000 or less, multiply that amount by .012. If Line 13 is greater than \$6,000, multiply that amount by .009 and add \$18.00. The discount may not exceed \$500 for each return. A vendor who files or is eligible to file a consolidated return is allowed a maximum discount not to exceed \$500 for all returns. A discount cannot be taken if the return is filed and paid after the due date.

Line 15 In lieu of timely discount on line 14, a vendor who is a qualified job training organization may claim a credit equal to 100% of their gross amount of sales and use tax required to remit.

A qualified vendor must meet the following criteria: (a) timely files a sales and use tax return or consolidated return, and; (b) the total credit amount claimed may not exceed \$100,000 for the calendar year, and; (c) must choose to waive the standard vendor credit calculated on line 14 in order to claim this increased credit, and; (d) must obtain, and attach to the return, a qualified job training organization certificate issued by the Maryland Department of Labor, and; (e) must be located in the State, and; (f) must be exempted from taxation under § 501(c)(3) of the Internal Revenue Code, and; (g) must conduct retail sales of donated items. For more information, visit marylandtaxes.gov.

Line 16 Subtract Line 14 or Line 15 (whichever is claimed).

Line 17 Purchases subject to 6% rate

In box 17a Enter the amount of purchases, rentals, or use of personal property, subject to the 6% rate. Also include purchases of digital products or digital codes subject to the 6% rate on this line.

In box 17 Enter the amount of tax due on your purchases, rentals, or use of personal property, and purchases, rentals, or use of digital products or digital codes, taxable to you at the 6% rate upon which the proper amount of Maryland tax has not been paid, including your purchases of merchandise for resale which you have converted to your own use.

Line 18 Purchases of truck rentals and peer-to-peer car sharing subject to 8% rate

In box 18a Enter the amount of your purchases of truck rentals and peer-to-peer car sharing, subject to the 8% rate. Peer-to-peer car sharing is subject to tax at the 8% rate if it is not subject to tax at the 11.5% rate. See the instructions for Line 20.

In box 18 Enter the amount of tax due on your purchases, rentals, or use of truck rentals and peer-to-peer car sharing upon which the proper amount of Maryland tax has not been paid, including your purchases or rentals of truck rentals and peer-to-peer car sharing for resale which you have converted to your own use.

Line 19 Purchases of alcoholic beverages subject to 9% rate

In box 19a Enter the amount of purchases of alcoholic beverages subject to the 9% rate.

In box 19 Enter the amount of tax due on your purchases of alcoholic beverages taxable to you at the 9% rate upon which the proper amount of Maryland tax has not been paid, including your purchases of alcoholic beverages for resale which you have converted to your own use.

Line 20 Purchases of car and motorcycle rentals and peer to peer car sharing subject to 11.5% rate

In box 20a Enter the amount of your purchases of car and motorcycle rentals and peer to peer car sharing subject to the 11.5% rate. Peer-to-peer car sharing is subject to tax at the 11.5% rate if the vehicle (i.e., a passenger car, a multipurpose passenger vehicle, or a motorcycle) is part of a fleet of vehicles that includes more than 10 vehicles owned by the same person.

In box 20 Enter the amount of tax due on your purchases, rentals, or use of car and motorcycle rentals and peer-to-peer car sharing upon which the proper amount of Maryland tax has not been paid, including your purchases or rentals of car and motorcycle rentals and peer-to-peer car sharing for resale which you have converted to your own use.

Line 21 Purchases of electronic smoking devices and tobacco pipes subject to 12% rate

In box 21a Enter the amount of your purchases of ESDs and tobacco pipes subject to the 12% rate.

In box 21 Enter the amount of tax due on your purchases, rentals, or use of ESDs and tobacco pipes upon which the proper amount of Maryland tax has not been paid, including your purchases of ESDs or tobacco pipes for resale which you have converted to your own use.

Line 22 Purchases of vaping liquid subject to 60% rate

In box 22a Enter the amount of your purchases of vaping liquid that does not contain cannabis in containers of 5ml or less subject to the 60% rate.

In box 22 Enter the amount of tax due on your purchases, rentals, or use of vaping liquid that does not contain cannabis in containers of 5ml or less upon which the proper amount of Maryland tax has not been paid, including your purchases of vaping liquid that does not contain cannabis in containers of 5ml or less for resale which you have converted to your own use.

Line 23 Purchases of cannabis products subject to 9% rate under Senate Bill 516 of 2023.

"Cannabis" includes cannabis, cannabis concentrate, cannabis-infused products, and cannabis products.

In box 23a Enter the amount of your purchases of cannabis products subject to the 9% rate.

In box 23 Enter the amount of tax due on your purchases of cannabis products taxable to you at the 9% rate upon which the proper amount of Maryland tax has not been paid, including your purchases of cannabis products for resale which you have converted to your own use.

Line 24 Total tax on purchases Add the totals from lines 17, 18, 19, 20, 21, 22, and 23 and enter the total on this line.

Line 25 Total taxes due Add the amounts shown on Line 16 and Line 24 and enter the total on this line. **If the total is zero, do not mail this return. File by calling 410-260-7225 or file electronically.**

Line 26 Refund due If you are entitled to a refund of previously paid taxes of \$1,000 or less you may claim it on this line. If the refund exceeds \$1,000, you must pay the full amount due on Line 25 with this return and file a separate refund application, Form 205, available at marylandtaxes.gov. You may not claim an amount greater than the amount on Line 25; you may claim the excess amount on Line 26 of your next return or file a Form 205, Sales and Use Tax Refund Application.

Line 27 Subtract Line 26 from Line 25 and enter the difference on this line

Line 28 If late

In box 28a If this return with payment for taxes due is not filed by its due date, you must include a penalty of 10% of the tax due on Line 27 plus interest.

In box 28b For January 1, 2023 through December 31, 2023, interest is calculated at a rate of 0.7500% per month or fraction of a month of the amount of line 27. For interest rate beginning January 1, 2024, visit our website at marylandtaxes.gov after December 1, 2023. Assistance in calculating interest is available through our website at marylandtaxes.gov or email your question to TAXHELP@marylandtaxes.gov. You may also call 1-800-638-2937 or from central Maryland 410-260-7980.

In box 28 Add lines 28a and 28b and enter the total on line 28.

Line 29 Sales and Use Tax balance due Add the amounts shown on Lines 27 and 28 and enter the total on this line.

Line 30 Prepaid Wireless E 9-1-1 Fee

Effective July 1, 2013, sellers of prepaid wireless telecommunications services are required to report

and remit to the Comptroller all Prepaid Wireless E 9-1-1 Fees collected by the seller. For more information on the Prepaid Wireless E 9-1-1 Fee go to marylandtaxes.gov.

In box 30a Multiply each Prepaid Wireless E 9-1-1 retail transaction by .60 and enter the amount in this box.

In box 30b Multiply the amount from box 30a by .03 and enter the amount in this box.

In box 30c Subtract the amount on Line 30b from Line 30a and enter the amount in this box.

Line 31 Total balance due Add the amounts shown on Lines 29 Sales and Use Tax balance and 30c Total E 9-1-1 Fee due and enter the total on this line.

Line 32 Amount enclosed Enter the amount of check or money order enclosed. Make check or money order payable to **Comptroller of Maryland – SUT**.

Make checks payable and mail to:

**Comptroller of Maryland - SUT
Revenue Administration Division
PO Box 17405
Baltimore, MD 21297-1405**

Write CR (central registration) number on check using blue or black ink.

Note: Financial institutions may refuse to process payments if the business name references the name of any federally controlled substance.

**MARYLAND
FORM
202F** **SALES AND USE TAX
RETURN FOR MARKETPLACE
FACILITATORS INSTRUCTIONS**

Form 202F is used by marketplace facilitators to report sales and use tax collected on facilitated sales made on behalf of a marketplace seller. A marketplace facilitator is a person that facilitates a retail sale by a marketplace seller by listing or advertising tangible personal property, digital code, or a digital product for sale in a physical or electronic marketplace and collects payment from a buyer, either directly or indirectly through a third party, and transmits the payment to a marketplace seller. For guidance on the taxability of digital codes and digital products, see Business Tax Tip #29 Sales of Digital Products and Digital Codes.

Line 1 Gross sales facilitated into Maryland Enter the total amount of all taxable and non-taxable sales and rentals of tangible personal property and of your taxable services into Maryland facilitated on behalf of marketplace sellers. Do not include any tax collected in this figure. Enter whole dollars only.

Line 2 Facilitated sales subject to 6% rate
In box 2a Enter the amount of facilitated sales that are subject to tax at the 6% rate.

Note: If the gross sales on Line 1 include sales of modular homes: see the applicable sales tax information at marylandtaxes.gov to determine the appropriate percentage of sales to use in computing the 6% tax. Do **not** include the amount of any facilitated sales of digital products and digital codes subject to the 6% rate in box 2a. Facilitated sales of digital products and digital code are reported separately in box 3a.

In box 2 Enter the actual amount of the sales and use tax you collected or should have collected on facilitated sales subject to the 6% tax rate, less any tax which you properly refunded to your customers for cancelled sales.

Line 3 Facilitated sales of digital products and digital codes subject to 6% rate

In box 3a Enter the amount of facilitated sales of digital products and digital codes that are subject to tax at the 6% rate. For information on what qualifies as a digital product or digital code, see Business Tax Tip #29 Sales of Digital Products and Digital Code on marylandtaxes.gov.

In box 3 Enter the actual amount of the sales and use tax you collected or should have collected on facilitated sales of digital products subject to the 6% tax rate, less any tax which you properly refunded to your customers for cancelled sales.

Line 4 Facilitated sales on ESDs and tobacco pipes subject to 12% rate

In box 4a Enter the amount of facilitated sales of electronic smoking devices (ESDs) and tobacco pipes that are subject to tax at the 12% rate. For more information see TT-78 Cigarette and OTP Tax Increase and Floor Tax and Electronic Smoking Devices (ESD) Sales Tax on marylandtaxes.gov.

In box 4 Enter the actual amount of the sales and use tax you collected or should have collected on facilitated sales of ESDs and tobacco pipes subject to the 12% tax rate, less any tax which you properly refunded to your customers for cancelled sales.

Line 5 Facilitated sales on vaping liquid subject to 60% rate

In box 5a Enter the amount of the facilitated sales of vaping liquid sold in a container that contains 5ml or less of vaping liquid that **does not** contain cannabis that are subject to tax at the 60% rate. For more information, see TT-78 Cigarette and OTP Tax Increase and Floor Tax and Electronic Smoking Devices (ESD) Sales Tax on marylandtaxes.gov. Sales of vaping liquid that **does not** contain cannabis in containers greater than 5ml should continue to be reported in

box 2a. Sales of vaping liquid that contain cannabis in containers of any size should be reported as sales of cannabis products.

In box 5 Enter the actual amount of the sales and use tax you collected or should have collected on facilitated sales of vaping liquid sold in a container that contains 5ml or less of vaping liquid subject to the 60% tax rate, less any tax which you properly refunded to your customers for cancelled sales.

Line 6 Car and motorcycle rentals and peer-to-peer car sharing subject to 11.5% rate

In box 6a Enter the amount of facilitated short-term car and motorcycle rentals and peer-to-peer car sharing subject to tax at the 11.5% rate. Peer-to-peer car sharing is subject to tax at the 11.5% rate if the vehicle (i.e., a passenger car, a multipurpose passenger vehicle, or a motorcycle) is part of a fleet of vehicles that includes more than 10 vehicles owned by the same person.

In box 6 Enter the actual amount of tax you collected or should have collected on facilitated car and motorcycle rental and peer-to-peer car sharing receipts, less any tax which you properly refunded to customers for canceled facilitated sales.

Line 7 Truck rentals and peer-to-peer car sharing subject to 8% rate

In box 7a Enter the amount of facilitated short-term truck rentals and peer-to-peer car sharing subject to tax at the 8% tax rate. Peer-to-peer car sharing is subject to tax at the 8% rate if it is not subject to tax at the 11.5% rate. See the instructions for Line 6.

In box 7 Enter the actual amount of tax you collected or should have collected on your facilitated truck rental and peer-to-peer car sharing receipts, less any taxes you properly refunded to customers for canceled facilitated sales.

Line 8 Tax Due on Short-Term Rentals Enter the sum of the tax shown in boxes 6 and 7.

Line 9 Sales of alcoholic beverages subject to 9% rate

In box 9a Enter the amount of facilitated sales of alcoholic beverages that are subject to tax at the 9% rate.

In box 9 Enter the actual amount of tax you collected or should have collected on the facilitated sales of alcoholic beverages, less any taxes you properly refunded to customers for cancelled facilitated sales.

Line 10 Add Lines 2, 3, 4, 5, 8 and 9 and enter the total on this line and on line 13b of Form 202