

Form MC-1-X General Information

Who must file Form MC-1-X?

You must file Form MC-1-X if you filed Form MC-1, Medical Cannabis Cultivation Privilege Tax Return, and you need to

- correct your return, either to pay more tax or to request a credit for overpaid tax;
- respond to a bill or notice; or
- make corrections to line items but not change the amount of tax due.

Note: Form MC-1-X is only used to amend cannabis sales reported on Form MC-1. If you are filing the MC-1-X to amend your total receipts of cannabis sold, you must also file Form ST-1-X, Amended Sales and Use Tax and E911 Surcharge Return, to amend the corresponding Form ST-1.

Note: If you received a notice from us that your original return is unprocessable, we cannot process an amended return until you respond to the notice. Also, if you are requesting a credit, you will not be able to use it until we notify you that your credit has been approved.

What must I attach to this return?

You must attach Schedule MC-2, Medical Cannabis Sales, to your MC-1-X return to identify each cultivation center from which you made sales of medical cannabis during the reporting period.

What if I do not attach all applicable schedules to this return?

We will consider your amended return unprocessable and will issue a notice to you if you do not attach all required supporting schedules.

What is the deadline for filing this form?

The period for which you can claim a credit for an overpayment of Medical Cannabis Cultivation Privilege Tax depends on when you file your Form MC-1-X. If you file this amended return between January 1 and June 30 of this year, you may file a claim for credit for the amounts you overpaid during the current year and previous 36 months. Beginning July 1, you may file a claim for the amounts you overpaid during the current year and previous 30 months.

Note: There is no deadline for making additional payments; however, the longer you wait to pay, the more interest and, when applicable, penalty you will owe.

Can I file this return electronically?

Illinois law requires Form MC-1-X to be filed electronically and the tax to be paid electronically. You must use MyTax Illinois at mytax.illinois.gov to file your Form MC-1-X and pay any tax due. To request a waiver of the electronic payment mandate, complete Form IL-900-EW, Electronic Waiver Request, which is available from the Illinois Department of Revenue by request at 217 782-6045 or by email at rev.atp-mfr@Illinois.gov. If granted and unless renewed, this waiver shall not exceed two years.

How do I make a payment?

Payments must be made electronically. You can make an electronic payment through **MyTax Illinois**, available at mytax.illinois.gov.

Note: Businesses that **cannot** pay electronically are required to make cash payments. Additional instructions for submitting cash payments to IDOR will be provided upon request.

What if I fail to file or pay the amount I owe?

You owe a **late-filing penalty** if you do not file a processable return by the due date, a **late-payment penalty** if you do not pay the amount you owe by the original due date of the return, a **bad check penalty** if your remittance is not honored by your financial institution, and a **cost of collection fee** if you do not pay the amount you owe within 30 days of the date printed on a bill. Interest is calculated on tax from the day after the original due date of your return through the date you pay the tax. We will bill you for penalty and interest. For more information, see Publication 103, Penalty and Interest for Illinois Taxes, which is available on our website at tax.illinois.gov.

What if I need help?

Visit our website at tax.illinois.gov, or call us weekdays between 8:00 a.m. and 4:00 p.m. at **217 782-6045** or email us at: rev.atp-mfr@Illinois.gov.

Specific Instructions

When completing this form, please round to the nearest dollar by dropping amounts of less than 50 cents and increasing amounts of 50 cents or more to the next dollar.

You must use Schedule MC-2, Medical Cannabis Sales, to report sales from each cultivation center.

Step 1: Figure the total number of ounces sold

Line 1a - Enter the sum of the number of bulk ounces sold from each cultivation center from Schedule MC-2. (Enter ounces to three decimal places.)

Line 1b - Enter the sum of the number of deductible bulk ounces. This amount cannot exceed the amount you entered on Line 1a. (Enter ounces to three decimal places.) A reason for the deduction is required.

Line 1 - Subtract Line 1b from Line 1a. This is your net bulk ounces sold.

Line 2a - Enter the sum of the number of ounces infused into products sold from Schedule MC-2. (Enter ounces to three decimal places.)

Line 2b - Enter the s. This amount cannot exceed the amount you entered on Line 2a. (Enter ounces to three decimal places.) A reason for the deduction is required.

Line 2 - Subtract Line 2b from Line 2a. This is your net ounces infused into products sold.

Line 3 - Add Lines 1 and 2. This is your total ounces sold subject to tax.

Step 2: Figure your privilege tax due

Line 4a - Enter the sum of the consideration received for bulk ounces.

Line 4b - Enter the sum of deductible consideration for bulk ounces. This amount cannot exceed the amount you entered on Line 4a.

Line 4 - Subtract Line 4b from Line 4a. This is your net consideration received for bulk ounces from Schedule MC-2.

Line 5a - Enter the sum of the consideration received for ounces infused into products.

Line 5b - Enter the sum of deductible consideration for ounces infused into products. This amount cannot exceed the amount you entered on Line 5a.

Line 5 - Subtract Line 5b from Line 5a. This is your net consideration received for ounces infused into products from Schedule MC-2.

Line 6 - Add Lines 4 and 5. This is your total consideration received subject to tax.

Line 7 - Multiply Line 6 by the tax rate.

Line 8 - Complete this line only if you filed your original return and paid the tax owed by the due date. If you filed and paid on time, your discount is the lesser of 1.75 percent (.0175) of the amount you paid on time or \$1,000.

If you are increasing the amount of tax due, you may not increase the amount of your discount unless the increased tax due was paid on or before the due date of the original return. If you are decreasing the amount of tax due, you will need to recalculate the amount of discount to which you are entitled based on your new figures.

Note: The discount is only valid for electronically filed returns and electronic payments, unless a payment waiver is in place. If you are filing an amended return for the December 2019 reporting period or prior, you may take the 1.75 percent (.0175) discount on the entire amount of tax due for the timely filed and paid privilege tax.

Line 9 - Subtract Line 8 from Line 7. This is your tax due after discount.

Line 10 - Enter the sum of all quarter-monthly (accelerated) payments that were made for the filing period

Line 11 - This is your tax due after quarter-monthly (accelerated) payments.

Line 12 - If you have a credit memorandum or prior overpayment and you wish to use it toward what you owe, enter the amount you are using.

Line 13 - Subtract Line 12 from Line 11. This is your payment due. We will bill you for any penalty and interest amounts owed. See Publication 103, Penalties and Interest for Illinois Taxes, for more information.

Line 14 - Enter the total amount paid for this reporting period. This figure includes the amount you paid with your original return, any subsequent amended return(s), and any assessment payments you have made. Be sure to reduce the total amount you have paid by any credit or refund of tax you have received for this reporting period.

Line 15 - If Line 14 is **greater than** Line 13, enter the difference on Line 53. This is the amount you have overpaid.

Line 16 - If Line 14 is **less than** Line 11, enter the difference on Line 16. This is the amount you have underpaid. Pay this amount when you file this return. We will bill you for any additional tax, penalty, and interest that is due. See Publication 103, Penalties and Interest for Illinois Taxes, for more information.

Step 3: Mark the reason you are filing this amended return

Mark the best description of why you are completing Form MC-1-X. Also, provide any correct information (if applicable).

Note: If you mark "other", and you are a party to a civil suit involving the amount claimed on this return, enter the name of the suit on the line provided.