

Wes Moore | Governor
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Steps to Ensure Active and Good Standing Status

The Maryland State Department of Assessments and Taxation (SDAT) strongly encourages all business owners to periodically confirm whether or not their business is Active and in Good Standing by looking it up on SDAT's <u>free online search</u>, and follow this checklist if it is not.

Business owners are also encouraged to <u>sign up</u> to receive general email updates from the Department and timely reminders to file these important documents. For more information on services and contact information for the Department's programs, please visit <u>dat.maryland.gov</u>.

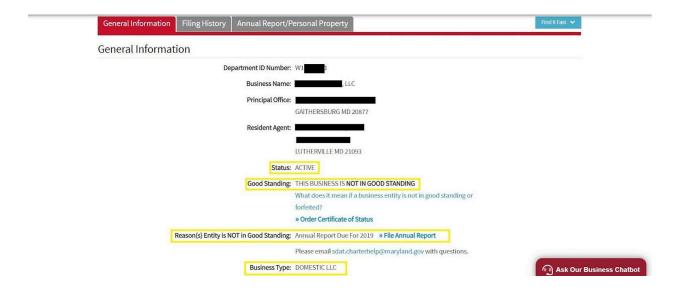
Note: Only legal entities (ie. Corporations, LLCs) can be in "Good Standing", non-legal entities (Sole Proprietorships and General Partnerships) can only be "Active" or "Inactive".

Good Standing Checklist - To return your business to "Active" or "Good Standing" Status

First,	check your status - Is your business "Active" or in "Good Standing"?
	Look up your business status at <u>businessexpress.maryland.gov</u> (instructions on page 3).
To ret	urn your business to "Active" or "Good Standing" Status:
	File Annual Reports & Business Personal Property Returns due (instructions on page 4).
	Pay any penalties due (instructions on page 5).
	If a legal entity, make sure it has an active Resident Agent (instructions on page 6).
	Resolve a hold by the Department of Labor or the Comptroller (instructions on page 6).
	Pay any returned payment fees (check your credit card/bank account to see if the payment was ocessed).
	gal entities, to return your "Forfeited" business to "Good Standing" status:
	☐ First, resolve any issue(s) listed above.
	☐ If resolved, a hold by the Department of Labor or the Comptroller, obtain a "Clearance Letter" from them.
	☐ If your Maryland entity has reported Business Personal Property, now or in the past, obtain a "Tax Clearance Certificate" from your county's finance office.
	☐ If you own a foreign (non-Maryland) entity, obtain a "Certificate of Good Standing" from the original state of incorporation no older than 60 days.
i	☐ Then, file the appropriate Articles of Revival/Reinstatement/Re-qualification/Re- registration online, and attach the Clearance Letter, Tax Clearance Certificate, and/or Foreign Certificate of Good Standing
	(instructions on page 7).

Detailed Steps and Instructions to Return to "Active" or "Good Standing" Status

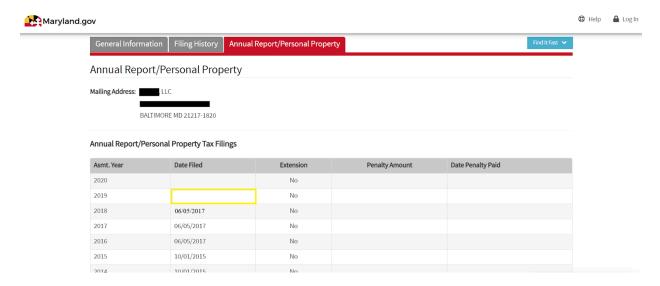
- 1. Determine if your business status is "Active" or in "Good Standing."
- A. Look up your business' status on our website: https://egov.maryland.gov/BusinessExpress/EntitySearch/Search.
- B. Note the status of your business using the **General Information** tab:
 Is it "Active" or "Inactive"? Is it in "Good Standing"? What "Business Type" is it?
 Note: Only legal entities (ie. corporations, LLCs) can be in "Good Standing", non- legal entities (Sole Proprietorships and General Partnerships) can only be "Active" or "Inactive".
- C. If your business is "Inactive" or not in "Good Standing", please proceed to step 2.
 Note: If your business has:
 reported business personal property, now or in the past,
 maintains a trader's license, or
 is applying for a county business license,
 please read the entirety of this document (especially step 6) before proceeding to step 2.



2. File all Annual Reports and Business Personal Property Tax Returns due.

- ☐ This is the most common reason businesses are not "Active" or in "Good Standing".

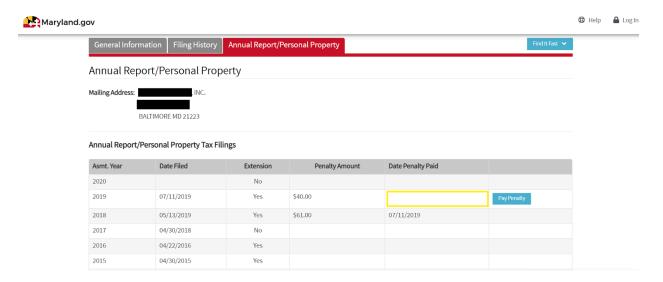
 All businesses must file an Annual Report each year, starting with the year after it was created.
 - Look up your business on our website: https://egov.maryland.gov/BusinessExpress/EntitySearch/Search.
 - 2. Click on the "Annual Report/Personal Property" tab.
 - 3. If your business was formed prior to January 1 of a calendar year, and the "Date Filed" column is blank next to that year, you need to file that year's Annual Report on Maryland Business Express.



3. Pay any penalties due.

- ☐ Penalties may result from the late filing of an Annual Report / Personal Property Tax Return.
 - Look up your business on our website: https://egov.maryland.gov/BusinessExpress/EntitySearch/Search.
 - 2. Click on the "Annual Report/Personal Property" tab.
 - 3. If your business owes any penalties, there will be a \$ value in the "Penalty Amount" column for that year. If the penalty hasn't been paid, the "Date Penalty Paid" column next to that year will be blank. If there are no values in the "Penalty Amount" column, then no penalties are due at this time.
 - a. Most penalties can be paid online through <u>Maryland Business</u> <u>Express</u>.

 b. Penalties already referred to the Central Collections Unit (CCU) must be paid through that agency. Please be sure to ask for a receipt! https://dbm.maryland.gov/ccu/Pages/ccuHome.aspx



4a. Other reasons your business may not be in good standing.

- ☐ If your business is a legal entity (ie. corporations, LLCs), does it have an active Resident Agent and Principal Office address? If your business is a non-legal entity (Sole Proprietorship or General Partnership), this is not required.
 - Look up your business on our website: https://egov.maryland.gov/BusinessExpress/EntitySearch/Search.
 - 2. Click the "General Information" tab to see if the correct principal office address and resident agent and address are listed. If "no active resident agent" or "no active principal office" is displayed, you must file a Resolution by paper.

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4b. Other reasons your business may not be in good standing.

- ☐ Is there a **hold** placed on your business by the Comptroller's Office, the Maryland Department of Labor, or another state agency?
 - Look up your business on our website: https://egov.maryland.gov/BusinessExpress/EntitySearch/Search.
 - 2. Click the "Filing History" tab to see if any entries were filed by another state agency (ie. "Do not revive without DLLR clearance.") If so, contact that agency, obtain a "Clearance Letter" from them, and submit it with your paperwork to SDAT.
 - a. Maryland Comptroller's Office: https://www.marylandtaxes.gov/business/index.php .
 - .Email inquiries to: taxhelp@marylandtaxes.gov.
 - b. Maryland Department of Labor: https://www.dllr.state.md.us/
 .Email inquiries to: dldlilaborindustry-dllr@maryland.gov

Updated December 1, 2023

General Information Filing History Annual Report	/Personal Property
Filing History	
The items listed below are associated with this business. Click to view/print PDF (note: some items may not be available – Click to view comment associated with this item	e to view)
Item	Date/Time Filed
ARTICLES OF REVIVAL (STOCK)	4/8/2020 8:37:00 AM
 DLLR OBJECTION TO REVIVAL REMOVED 	4/7/2020 5:40:00 PM
DEPT. ACTION - FORFEITURE	10/11/2019 10:31:00 PM
DO NOT REVIVE WITHOUT DLLR CLEARANCE	10/3/2019 8:30:00 AM

5. Returning a "Forfeited" legal entity to "Good Standing" status.

- □ Is your business in "Forfeited" status? (If unsure, please review step 1)

 Note: Step 5 does not apply to non-legal entities (Sole Proprietorships and General Partnerships).
 - 1. Ensure that steps 2, 3, and 4 have been completed, then file the appropriate document online through <u>Maryland Business Express</u>.
- a. Articles of Revival for a Domestic (Maryland) Corporation.
- b. Articles of Reinstatement for a Domestic (Maryland) LLC.
- c. Foreign Corporation Re-qualification for a non-Maryland Corporation.
- d. Attach a Certificate of Good Standing from the original state of incorporation no older than 60 days.
- e. Foreign LLC Re-registration for a non-Maryland LLC.

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6. Additional Steps – Businesses with Personal Property or In Need of a County License.

☐ Has your business reported business personal property now or in the past?

Does it maintain a trader's license, or is applying for a county business license? If so, additional steps may be required to bring your business back into "Active" or "Good Standing" status. Some of the steps that may apply to your business are:

Obtain a "Manual Assessment" from SDAT and a "Tax Clearance Certificate" from the County

- 1. Submit all Annual Reports/ Personal Property Tax Returns due to SDAT (step 2).
- 2. Once submitted, please email <u>sdat.incompletefiling@maryland.gov</u> as SDAT's Business Personal Property Program must manually assess these documents.
- 3. SDAT will then certify these assessments to the counties, and the counties determine the taxes the business owes, based on the assessed amounts.
- 4. Late filing penalties may be added, depending on the assessed values.
- 5. The business must then pay the taxes owed to the county.
 - a. At this point, the county can process the business' license application or renewal.

b. HOWEVER if the business was "Forfeited" and needs to revive (step 5), the business must obtain a "Tax Clearance Certificate" from the County and submit it with the Articles of Revival/Reinstatement/Re-registration/Re- qualification to SDAT to be processed.

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