

**ORC 718.27 - Penalties, Interest & Tax Due Dates  
Effective: 01/01/2018**

**INTEREST & PENALTIES**

Interest Rate: "Federal Short-Term Rate" (rounded) plus 5%  
\*Rate is calculated each July; announced in September

**Effective Date:  
Applies to Tax years  
beginning 1/1/2018**

Interest for 2018 is 6% per annum (0.50%) per month

Penalty: Late Withholding Tax Payment  
50% of the amount not timely paid  
Late Tax Payments  
15% of the amounts not timely paid  
Late Tax Returns  
\$25 per month (or fraction thereof) up to \$150

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*please refer to previous  
Ordinance for tax years  
prior to 1/1/16*

**DUE DATES**

**WITHHOLDING ACCOUNTS**

<b>Monthly W/H</b>	<b>Due</b>	<b>Quarterly W/H</b>	<b>Due</b>	<b>W/H Reconciliation</b>	<b>Due</b>
M-1	2/15	1 <sup>st</sup> quarter	4/30	Annual	2/28
M-2	3/15	2 <sup>nd</sup> quarter	7/31		
M-3	4/15	3 <sup>rd</sup> quarter	10/31		
M-4	5/15	4 <sup>th</sup> Quarter	1/31		
M-5	6/15				
M-6	7/15				
M-7	8/15				
M-8	9/15				
M-9	10/15				
M-10	11/15				
M-11	12/15				
M-12	1/15				

**INCOME TAX RETURNS**

Filings due April 15<sup>th</sup> or the fifteenth day of the 4<sup>th</sup> month after the end of the fiscal period

## PENALTY & INTEREST / TAX DUE DATES

Effective: January 1, 2018

- A. The Municipality shall impose on a taxpayer, employer, any agent of the employer, and any other payer, the interest amounts and penalties prescribed in this section when the taxpayer, employer, any agent of the employer, or any other payer for any reason fails, in whole or in part, to make to the Municipality timely and full payment remittance of income tax, estimated income tax, or withholding tax or to file timely with the Municipality any return required to be filed.
- 1) Interest shall be imposed at the rate defined as "Federal Short-Term Rate", plus 5%, on all unpaid income tax, unpaid estimated income tax, and unpaid withholding tax. This imposition of interest shall be assessed per month, or fraction of a month. Interest for 2018 is 6% per annum (0.50%) per month.
  - 2) With respect to any unpaid withholding tax, a penalty equal to fifty percent (50%) of the amount not timely paid shall be imposed.
  - 3) With respect to unpaid income tax and unpaid estimated income tax, a penalty equal to fifteen percent (15%) of the amount not timely paid shall be imposed.
  - 4) With respect to returns of other than estimated income tax returns, the Municipality shall impose a monthly penalty of twenty-five dollars (\$25) for each failure to timely file each return, regardless of the liability shown thereon for each month, or any fraction thereof, during which the return remains unfiled regardless of the liability shown thereon. The penalty shall not exceed a total of one hundred fifty dollars (\$150) in assessed penalty for each failure to timely file a return.
- B. As used in this notice:
- 1) "Interest rate as described above, means the federal short-term rate, rounded to the nearest whole number per cent, plus six percent. The rate shall apply for the calendar year next following the July of the year in which the federal short-term rate is determined.
- C.
- 1) This notice shall apply to the following:
    - a. Any return required to be filed under applicable law for taxable years beginning on or after January 1, 2017;
    - b. Income tax and withholding tax required to be paid or remitted to the Municipality on or after January 1, 2017 for taxable years beginning on or after January 1, 2017
  - 2) This section does not apply to returns required to be filed or payments required to be made before January 1, 2016, regardless of the filing or payment date. Returns required to be filed or payments required to be made before January 1, 2016, but filed or paid after that date shall be subject to the ordinances or rules, as adopted from time to time before January 1, 2016 of this Municipality.

## DUE DATES OF: WITHHOLDING & ESTIMATED PAYMENTS

### WITHHOLDING:

- A. Taxes required to be deducted and withheld shall be remitted monthly to the Tax Administrator if the total taxes deducted and withheld or required to be deducted and withheld by employer, agent, or other payer on behalf of the municipal corporation in the preceding calendar year exceeded two thousand three hundred ninety-nine dollars (\$2399), or if the total amount of taxes deducted and withheld or required to be deducted and withheld on behalf of the Municipality in any month of the preceding calendar quarter exceeded two hundred dollars (\$200). Payment shall be made so that the payment is received by the Tax Administrator not later than fifteen days after the last day of each month.
- B. Any employer, agent of an employer, or other payer not required to make payments of taxes on the monthly basis shall make quarterly payments to the Tax Administrator not later than the last day of the month following the end of each calendar quarter.

### ESTIMATED:

- A. Every taxpayer shall make a declaration of estimated taxes for the current taxable year, on the form prescribed by the Tax Administrator, if the amount payable as estimated taxes is at least two hundred dollars (\$200).
  - a. On or before the fifteenth day of the fourth month after the beginning of the taxable year, twenty-two and one-half percent of the tax liability for the taxable year;
  - b. On or before the fifteenth day of the sixth month after the beginning of the taxable year, forty-five percent of the tax liability for the taxable year;
  - c. On or before the fifteenth day of the ninth month after the beginning of the taxable year, sixty-seven and one-half per cent of the tax liability for the taxable year;
  - d. On or before the fifteenth day of the twelfth month of the taxable year, ninety percent of the tax liability for the taxable year.