

**INCOME TAX LAW CHANGES****(Ohio Revised Code 718)**

On June 30, 2017, the Governor signed House Bill 49, the bi-annual budget bill. This bill included additional changes to [Ohio Revised Code 718: Municipal Income Tax](#). Some of these changes have already taken effect. Others will be effective starting January 1, 2018. A summary of changes is included below, as well as reminders of important dates and items to note.

**General Information:**

- The office is open weekdays from 8 a.m. to 5 p.m. in the former Community Room in the Miamisburg Civic Center. Forms are available on the City's website or can be obtained from the Income Tax office.
- The Income Tax office will be closed on Friday, March 30, 2018 in observance of Good Friday. But will be open on Saturday, April 7, 2018 from 8 a.m. to noon to provide assistance for City Returns.

**For individual and business filers:**

- 2017 City Returns are due April 18<sup>th</sup> for residents and calendar year-end business filers. For businesses that file on a fiscal year, your return is due the 15<sup>th</sup> day of the fourth (4<sup>th</sup>) month following your fiscal year end.
- Estimated taxes must be paid if the preceding year tax liability was \$200.00 or more. Estimated tax due dates:
  - On or before the fifteenth day of the fourth month after the beginning of the taxable year; 04/15
  - On or before the fifteenth day of the sixth month after the beginning of the taxable year; 06/15
  - On or before the fifteenth day of the ninth month after the beginning of the taxable year; 09/15
  - On or before the fifteenth day of the first month after the beginning of the taxable year; 01/15
  - Penalty and interest apply to any unpaid or underpayment of estimate.
- A copy of page one of an individual's federal tax return (Form 1040) must accompany the local return. (This was in effect for 2016 filings) As usual, returns must also include all W-2s and, if applicable, Schedules C, E and F and 1099s (excluding dividends, 1099-DIV; interest, 1099- and retirement). Any Form 2106 employee business expenses must include federal Schedule A. (Note: Forms 1099-R, 1099-INT and 1099-DIV as well as alimony and social security are not City taxable.)
- Income tax payments can be made online (convenience fee applies). A link to do so is provided near the top of the City's homepage at ci.miamisburg.oh.us.
- For Individuals who normally drop off or mail in W-2 information for staff preparation, please be aware that if the information is mailed in April it may not be processed in time to meet the filing deadline. It is best to come into the office, with a copy of your federal 1040, so we can file it same day.

**For business withholdings:**

- Quarterly employee withholdings are due the last day of the month following the end of the quarter; 4/30, 7/31, 10/31 and 1/31. (was effective with 3<sup>rd</sup> quarter remittance in 2016)
- Monthly employee withholdings are due the fifteenth of the month following the end of the reporting month. (02/15, 03/15, 04/15, 05/15, 06/15, 07/15, 08/15, 09/15, 10/15, 11/15, 12/15, 01/15)
- Penalty and interest apply to any unpaid employee withholdings.

**Penalty, for tax years 2016 and beyond:**

- 15% for underpaid/unpaid tax liability
- 15% for underpaid/unpaid estimated tax
- 50% for underpaid/unpaid employee withholding
- \$25.00 monthly for late/non-filed tax returns

**Interest Rate, for tax years 2016 and beyond:**

- The interest rate effective January 1 of the tax year is defined by ORC 718 and City Ordinance 881.
- Interest is the Federal short-term rate as of July, the preceding year, rounded to the nearest whole percent plus 5%.
  - For 2016, the interest rate was 5%
  - For 2017, the interest rate was 6%
  - For 2018, the interest rate is 6%.