

Penalty and Interest Rates

As a result of legislation passed by the Ohio General Assembly, penalty and interest rates for Ohio Municipal income tax for years beginning on or after January 1, 2016 will be as stated below.

Penalty Unpaid Tax –

A penalty may be imposed on unpaid income tax, and unpaid estimated income tax equal to 15% of the amount not timely paid.

A penalty may be imposed on unpaid withholding tax equal to fifty percent (50%) of the amount not paid.

Late Filing Penalty

A late filing penalty may be imposed at the rate of \$25.00 each month or any fraction, on a tax return that remains unfiled regardless of the liability. The late filing penalty shall not exceed \$150.00 for each failure to file.

Interest – Unpaid Tax

Interest shall be imposed on all unpaid tax, unpaid estimated tax and unpaid withholding tax. The interest rate to be used shall be the federal short-term rate (rounded to the nearest whole number percent plus 5%. The rate shall apply for the calendar year next following the July of the year in which the federal short-term rate is determined.

Interest Rate Calendar Year 2016 is 5%

Tax filings prior to January 1, 2016 are subject to penalty and interest rate and late filing penalties under the tax ordinance in effect prior to January 1, 2106.