

Changes to Centerburg Municipal Income Tax

Centerburg Municipal Income Tax laws will change effective January 1, 2016. Most of these changes are a result of the passage of Ohio House Bill 5 which changed Municipal Income Tax Law for all of Ohio. In addition to these mandated changes, Centerburg Village Council voted to reduce the credit for income taxes paid to other municipalities from a one-half percent (.5%) credit to zero effective on income earned on and after January 1, 2016.

The changes mandated by Ohio House Bill 5 include:

- Estimated tax payments for income earned on and after January 1, 2016 are required for those whose estimated tax liability for the year is \$200 or more.
- Due Dates for the quarterly estimated payments are the 15th day of April, June, September, and December for income earned on and after January 1, 2016.
- Penalties and Interest for those who fail to file and/or pay their municipal income tax on income earned on and after January 1, 2016 have increased.
- Those who take non-standard forms of income (such as pass-through business entities, transient taxpayers, executive packages, and credits for business losses) will also see changes.
- The way income taxes are handled and processed, including audit procedures, compliance and enforcement provisions, and the Local Board of Tax Review have been modified.

The Regional Income Tax Administration (RITA) administers the Centerburg Tax Code and will inform all employers of these changes. Individual taxpayers are advised to monitor their pay stubs to be sure their employer is withholding the correct amount of municipal income tax.

Information regarding these changes is available on the RITA website at www.ritaohio.com, or you may contact RITA at 800-860-7482, or the local tax office at 740-625-7808, ext 1003.