

CITY OF TROTWOOD

INCOME TAX SUPPORT SERVICES

4 Strader Drive, Trotwood OH 45426

Phone (937) 837-3415

www.trotwood.org

IMPORTANT INCOME TAX NOTICE

New State mandated Municipal Income Tax guidelines have been established based on the passage of Amended Substitute House Bill 5

Effective with tax returns due for tax years beginning January 1, 2016 and after.

WITHHOLDING INFORMATION

- **Changes in filing due dates for employee withholding.**
 - Withholding remittance and payment must be received no later than the 15th of the month following the reporting period.

- **Changes in penalty and interest rates.**
 - Late payment penalty is a one-time 50% penalty of the unpaid balance at the time payment is due.
 - Late filing penalty is \$25.00 per return (capped at \$150.00 per return) The penalty is a one-time \$500 for casino operators
 - Interest will be calculated at the July federal short-term interest rate plus 5%

- **Changes in monthly and quarterly withholding thresholds.**
 - Employers must remit monthly if withholding in the previous calendar year exceeded \$2,399 or if the amount required to be withheld during any month of the previous calendar quarter exceeded \$200.
 - Employers can remit quarterly if their withholdings are under the thresholds described for monthly filers.

- **Withholding guidelines for employers with transient workers: and for those employers qualified as a small employer.**

- Details available at the link below ORC Chapter 718. See section 718.011. Chapter 718 of the Ohio Revised Code at <http://code.ohio.gov/orc/718>.

INDIVIDUAL

The list below provides those items that may impact an individual's income tax return residing or earning income within the City of Trotwood.

- **Changes in filing due dates for individual estimates.**
 - 1st quarter due April 15th
 - 2nd quarter due June 15th
 - 3rd quarter due September 15th
 - 4th quarter due December 15th
- **Changes in penalty and interest rates.**
 - Interest rates will be calculated at the July federal short term interest rate plus 5%. For 2016 returns, paid in 2016 the federal short term rate is 0.42% rounded plus 5%.
 - Additional details available at the Ohio Revised Code website.

Business

The list below provides items that may have an impact on the businesses earning income or employing individuals within the City of Trotwood.

- **Changes in filing due dates for employee withholding**
 - Payment due the 15th of the month following the reporting month
- **Changes in penalty and interest rates (same as individuals.)**
- **Changes in monthly and quarterly withholding thresholds .See section 718.03 for details**

- **Withholding guidelines for employers with transient workers, and for those employers qualified as a “small employer”. See section ORC. 718.011.**

Interest Rate

Per Amended Sub. House Bill 5 passed on December 19, 2014 by the Ohio General Assembly, and in accordance with Ohio Revised Codes Section 718, The City of Trotwood will be publishing our Interest rates here.

Interest Rates for 2016 and forward are based on the Federal Short Term Rate published in July rounded to the nearest whole number plus 5%.

Interest Rate for 2016 is 5%