

PENALTIES AND INTEREST

UNPAID MUNICIPAL INCOME TAX-PENALTY

A penalty will be imposed on unpaid income tax and unpaid estimated income tax equal to fifteen percent (15%) of the amount not timely paid.

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

FAILURE TO FILE TIMELY-PENALTY

A penalty will be imposed on a municipal income tax return, not filed timely, of twenty-five dollars (\$25.00) each month or any fraction, during which the return remains unfiled regardless of the liability. The penalty shall not exceed \$150.00 for each return not timely filed.

UNPAID MUNICIPAL INCOME TAX-INTEREST

Ohio Revised Code 718.27 requires the Tax Commissioner to publish, by October 31st, the established interest rate for tax underpayments based on the federal short-term rate that will apply during the next calendar year.

Interest shall be imposed, per annum, on all unpaid income tax, unpaid estimated income tax and unpaid withholding tax.

The interest rate used shall be the federal short-term rate (rounded to the nearest whole number percent) plus five percent (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.

Note: Interest applies to any balance of tax due that is not paid by the due date of a return, even if the return is filed under an extension.

Calendar Year	Monthly Interest Rate	Yearly Interest Rate
2016	.42%	5.00%
2017	.50%	6.00%
2018	.50%	6.00%
2019	.583%	7.00%
2020	.583%	7.00%