

# IMPOSITION OF TAX FOR INDIVIDUAL or BUSINESS RETURNS AND ESTIMATED TAX

## WHO IS REQUIRED TO FILE A RETURN AND ESTIMATED TAX:

EVERY RESIDENT of the City of Gallipolis, Ohio, Exception: Residents over 65 or under 18 and have no taxable income.

EVERY NON-RESIDENT of the City of Gallipolis, Ohio, whose entire income tax liability is not withheld from wages, salaries, commissions and other compensation earned for work done, or services performed, or rendered within the City of Gallipolis;

EVERY BUSINESS OR PROFESSIONAL ENTITY, including individual proprietorships, members of partnerships and/or associations, fiduciaries, estates and trusts, and other business and income producing enterprises conducted by or for RESIDENTS of the City of Gallipolis, Ohio, whether within or without the City of Gallipolis, Ohio;

EVERY BUSINESS OR PROFESSIONAL ENTITY, including individual proprietorships, members of partnerships and/or associations and other business and income producing enterprises conducted in the City of Gallipolis, Ohio, by NON-RESIDENTS;

EVERY CORPORATION conducting activities in the City of Gallipolis, Ohio;

FIDUCIARIES OF ACTIVE TRUSTS or ESTATES the operation of which produces income within the City of Gallipolis, Ohio.

IF YOU FILED A CITY RETURN IN PRIOR YEARS.

## ESTIMATED TAX:

Each installment must equal at least 25% of the estimated tax per worksheet on page 6.

You do not need to file a declaration of estimated tax if the amount of the declaration would be less than fifty dollars (\$50.00) annually.

## WHEN AND WHERE TO FILE RETURN:

The return must be filed on or before April 16, with the Gallipolis City Income Tax Department, 518 Second Avenue, Gallipolis, Ohio 45631-1219. All wage earners must file on a calendar year basis. Fiscal and partial year taxpayers shall file on or before the 15th day of the fourth month following the end of their fiscal year or other period. Please make checks or money orders payable to the City of Gallipolis, Tax Dept.

## PAYMENT OF ESTIMATED TAX:

The estimated tax may be paid in full with the first quarterly estimate or in equal quarterly payments. Quarterly payments for individuals are due on or before April 15, July 31, October 31 and January 31. Quarterly payments for corporations & other associations are due on or before April 15, June 15, September 15 and December 15. Please send payment to Gallipolis City Tax Dept. 518 Second Avenue, Gallipolis, Ohio 45631.

## TAXABLE INCOME:

Qualifying wages, salaries and other compensation.

Commissions, fees, and other earned income.

Bonuses, stipends and tip income.

Sick pay (including third party sick pay).

Employer provided educational assistance

Employer supplemental unemployment benefits (sub pay).

Employer paid premiums for group term life insurance over \$50,000.00.

Contributions made by or on behalf of employees to tax deferred annuity programs.

Compensation paid in goods or services or property usage, taxed at fair market value.

Income from wage continuation plans (including retirement incentive plans & severance pay).

Employee contributions to retirement plans and tax deferred annuity plans (including 401k, 403b, 457b, etc.).

Stock options (taxed when exercised, usually valued at market price less option price on the date the option is exercised).

Vacation pay. Profit sharing. Strike Pay.

Income from guaranteed annual wage contracts.

Uniform, automobile, moving & travel allowances.

Prizes and gifts.

Employee contributions to costs of fringe benefits.

Reimbursements in excess of deductible expenses.

All applicable net profits.

## NON-TAXABLE INCOME:

Capital gains, interest, dividends.

Section 125 Withholding

Active duty and reserve military pay.

Patent and copyright income.

Unemployment benefits, worker's comp., welfare payments.

Any charitable, educational, fraternal or other type of non-profit association or organization enumerated in O.R.C. 718.01 which is exempt from payment of taxes.

Alimony and child support received.

Social security, pensions, retirement.

Royalties - if derived from intangible property.

Annuities - at time of distribution.

Profit sharing from qualified plans.

## NON-DEDUCTIBLE INCOME:

Contributions. Net operating loss from prior years. Payments to partners. Income taxes. Dividends.

Interest and/or other expenses incurred in production of non-taxable income.

## RENTAL INCOME:

All landlords who rent property in Gallipolis must, with their annual City income tax return, attach a list of all tenants, along with their addresses, who currently reside and those that have resided in their properties over the past year.

## CHANGE OF STATUS:

The Income Tax Department should be notified of any changes in name, address, or filing status.

## LATE FILING FEE, PENALTY AND INTEREST:

One time late fee of \$25.00 if received after due date.

Penalty for non-payment of monies required to be paid is 1 1/2% per month.

All taxes remaining unpaid after they become due bear interest at the rate of 1 1/2% per month.