



**FINANCE COMMITTEE
MONDAY NOVEMBER 2, 2015**

COMMITTEE MEETING:

**PLACE: COUNCIL CHAMBERS
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

President: DOUG JOSEPH

Ward Members: Ward I - Scott A. Barrett
Ward II - Leslie Kelly
Ward III - Cornelius McGrady III
Ward IV - Mel Clemens

At Large Members: Barth R. Cotner
Chris Long
Dan Skinner, Esq.

COMMITTEES:

Community Development: Chmn Kelly, McGrady, Clemens, Cotner, Long, Barrett, Skinner
Safety: Chmn Long, Skinner, Clemens, Kelly, Cotner, Barrett, McGrady
Service: Chmn Clemens, Barrett, Kelly, Cotner, Long, McGrady, Skinner
Finance: Chmn Cotner, Long, Clemens, Kelly, Barrett, McGrady, Skinner

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Agenda is subject to amendment by Committee/Council at the time of the meeting.

All meetings of the Council shall be held in accordance with the general laws of Ohio pertaining to requirements for open meetings of public bodies.

If you wish to speak before City Council concerning a specific topic on the agenda, or about a specific topic not on the agenda, please complete a "Speaker Form" and give to the Clerk of Council. Forms are located in the wooden box on one of the bench seats in the atrium. Copies of the Rules of Discussion are available next to the wooden box.

*April Beggerow
Clerk of Council*

1. Call to Order
2. Approval of Agenda
3. Approval of Minutes
 - a. Finance Committee – Committee Meeting – October 19, 2015
4. Discussion
 - a. Appointment of Richard Carr to the Design Review Board
 - b. Resolution Accepting Recommendations of City of Reynoldsburg Tax Incentive Review Councils
 - c. Transfer of Funds
 - d. ORDINANCE AUTHORIZING MAYOR TO ENTER INTO CONTRACT WITH THE DISTRICT ADVISORY COUNCIL OF THE FRANKLIN COUNTY GENERAL HEALTH DISTRICT, AND FRANKLIN COUNTY PUBLIC HEALTH FOR HEALTH SERVICES FROM JANUARY 1, 2016 TO DECEMBER 31, 2016. (First Reading 10/26/2015).
 - e. ORDINANCE AUTHORIZING CITY AUDITOR TO REMOVE EQUIPMENT FROM THE CITY'S FIXED ASSET LIST. (Several Items from PD). (First Reading 10/26/2015).
 - f. ORDINANCE AUTHORIZING CITY AUDITOR TO REMOVE EQUIPMENT FROM THE CITY'S FIXED ASSET LIST (vehicles from PD). (Second Reading 10/26/2015).
 - g. ORDINANCE TO ENACT TITLE NINE, CHAPTER 190 OF THE CODIFIED ORDINANCES OF THE CITY OF REYNOLDSBURG REGARDING MUNICIPAL INCOME TAX AND DECLARING AN EMERGENCY. (Second Reading 10/26/2015).
 - h. ORDINANCE MAKING TRANSFER OF FUNDS FROM THE UNAPPROPRIATED SPECIAL ASSESSMENT FUND (320) TO THE UNAPPROPRIATED GENERAL FUND. (Second Reading 10/26/2015).

FINANCE COMMITTEE MONDAY OCTOBER 19, 2015

COMMITTEE MEETING:

**PLACE: COUNCIL CHAMBERS
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

1. Call to Order

PRESENT: Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner, Joseph

ABSENT:

2. Approval of Agenda

Agenda stands approved.

3. Approval of Minutes

a. Finance Committee – Committee Meeting – October 5, 2015

Minutes stand approved.

4. Discussion

- a. ORDINANCE TO ACCEPT AN APPLICATION FOR ANNEXATION OF 2.381 +/- ACRES IN JEFFERSON TOWNSHIP, COUNTY OF FRANKLIN, STATE OF OHIO, TO THE CITY OF REYNOLDSBURG, OHIO (Dorri Steinhoff & Joseph F. Kuspan), AND DECLARING AN EMERGENCY.

Chairman Cotner: Ms. Beggerow, would you like to elaborate for everyone, on this?

Ms. Beggerow: This is just a formality. We did this annexation in February and it was an expedited type 2. We did our resolution for services. Everything is done. The County accepted it, so forth and so on. But, the County Auditor wants an Acceptance Ordinance, which we did not have to do, but they want it and so we are giving it to them.

Chairman Cotner: Any questions? I just wanted to make sure that Ms. Beggerow could share and elaborate on this. If there are no questions, I will make a motion for adoption as an emergency and move it onto next week's Council Meeting.

Minutes Acceptance: Minutes of Oct 19, 2015 7:30 PM (Approval of Minutes)

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Chris Long, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- b. Ordinance Authorizing Mayor to Enter into Contract with the District Advisory Council of the Franklin County General Health District, and Franklin County Public Health for Health Services from January 1, 2016 to December 31, 2016.

Mayor McCloud: Thank you Chairman Cotner. This is a housekeeping item. We do this every year. We contract with Franklin County Board of Health to provide a number of services and I am hear simply to ask for authorization to enter into the contract.

Chairman Cotner: Three reading, normal process?

Mayor McCloud: Yes that is fine, just by the end of the year.

Chairman Cotner: No questions? I will make a motion we send this to Council for first reading.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- c. Accept the Rates from Franklin County

Mr. Harris: Thank you Chairman Cotner and members of Council. Last month, when we did the one for Fairfield County, normally we do these in September and they have to be there by October 1. Franklin County had put in a new computer system and they said they could not get their's out until this month, so here we are.

Chairman Cotner: Questions for the Auditor on this one? I will make a motion we send this to Council with recommendation of adoption as an emergency.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Chris Long, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- d. Pass Bond Ordinance

Mr. Harris: If you remember, a few weeks ago, I gave a report to Council and there was an opportunity to refinance the 2006 Bonds that were refinanced from years earlier. These two issues, one for the police building, and one is for the Taylor Road TIF that included the cost of putting in the infrastructure there, sidewalks, curbs, gutters, water, sewer, all the goodies you need to have a development. I also sent along with the Bond Ordinance, Debt Service

Companion, 310 Debt Retirement Fund, which is the police building. Over the next ten years we will save approximately \$324,772.15. The debt service on the TIF money will be approximately \$265,638.33. The main reason for the difference in that is there is only eight years left on that, where there is ten years left on the police building. I have had talks with both Tammy Miller and the Superintendent. They are on board and will send us a memorandum that they are supporting this.. We do have an RFP out now. These things will not be sold publicly like they sometimes are. Generally, this is a bank that we will be taking the little less than eight million dollars, and one of the reasons is that banks with low interest rates have a hard time making any money on interests. There is a lot of money with people in the bank who have CD's. Two or three percent on this is a whole lot better for them than 1.7 in US Treasuries, and this is tax exempt and the other ones are not. We have had pretty good success with this in the past. We do have an RFP out and we are hoping to close it at some time between now and the end of the year. Although this will not take effect until the other ones are callable, which is March of next year. This is the first time we have done this, there will have to be some escrow accounts set up so Mr. Franz is going to earn his money on this one which is always good. If there are any other questions on this, I will be more than happy to answer. One thing, since the bank is taking this, there will not need to be any underwriting, no official statement, and there will not be a need to go to Moody's to get a bond rating because they already see our bond rating and they are not that interested in getting a new one.

Councilman McGrady: I am listening to what you are saying, and reading this here, again, is that the eight million dollars that we are looking at?

Mr. Harris: Yes, not to exceed \$8,000,000. It is really like 7.8/7.9 million. Since we don't know how much it will be on closing date, we use the term "not to exceed".

Councilman McGrady: I am reading this and construction and roads and etc...

Mr. Harris: Yes, that was the TIF. Anytime you issue a bond, you have to have a purpose clause. Obviously, when we built the building, the police building, was to construct the buildings, parking lots, all the things you would need in a building. The TIF was for sidewalks, curbs, gutters, water, sewer, stormwater, sidewalks, all of those kind of things. So it has to be included, just like it was included in the original bond ordinance, it has to be included in this so that they know you are doing the same thing.

Councilman McGrady: And, the real estate purchase, what are we looking at here?

Mr. Harris: The real estate purchase was some right away and stuff on Main Street. The police building, the old King Medical Building was purchased to give them access to that piece of property, for ingress/egress.

Councilman McGrady: Thank you, Sir.

Chairman Cotner: Anyone else with questions for the Auditor? I will make a motion that we send this forward with recommendation for adoption as an emergency. We will send that to the Special Council Meeting this evening.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/19/2015 8:00 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Chris Long, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- e. Ordinance Authorizing City Auditor to Remove Equipment from the City's Fixed Asset List. (Several Items from PD).

Councilman Cotner: Chief, do you have anything you need to share regarding this. I would assume it is pretty self explanatory.

Chief O'Neill: It has been covered. We have not added anything new to the list.

Councilman Cotner: Does anyone have questions?

Councilman Barrett: I'm sorry if I have missed it, but where will these items go? How will we dispose of them?

Chief O'Neill: I do not have the full itemized list in front of me. Some of them are going to be destroyed, they are just no longer functional and it costs us more money to house them, Other things will be either turned over to the use of the department or just discarded because they are out of date, or no longer functional.

Councilman Barrett: So there is no value on any of this stuff.

Chief O'Neill: Not really. The big item is the speed trailer that we are trying to get off our list. That is no longer functional and it was included as what they called a trade in for the new speed sign that you might have seen out. The only stipulation was that we just have to take it out of service and basically junk it. They do not want it roaming around showing inaccurate speed limits for somebody else's department.

Councilman Barrett: I heard all that, so, thank you.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, Dan Skinner	
SECONDER:	Mel Clemens, Ward IV	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- f. Ordinance Authorizing City Auditor to Remove Equipment from the City's Fixed Asset List. (First Reading 10/12/2015).

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- g. Ordinance Authorizing Mayor to Enter into an Intergovernmental Working Agreement with the City of Columbus to Provide Fleet Management Services, and Declaring an Emergency. (First Reading 10/12/2015 ~ Requests Passage at Second Reading).

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- h. Ordinance to Enact Title Nine, Chapter 190 of the Codified Ordinances of the City of Reynoldsburg Regarding Municipal Income Tax and Declaring an Emergency. (First Reading 10/12/2015).

Mr. Harris: I brought in Brenda because we are going to try to explain some of the major changes. Did everyone get a copy of the Ordinance? I am sure you have read the whole thing. The memo states what the major changes are in these and I will go over part, and Brenda will go over part, so that you understand those. Most of what we do has not changed dramatically, except for these few items. The first one, for all tax payers, uniform \$10 threshold for refunds and payments. What this means is, we can no longer go after anybody if it is less than \$10 and if we owe them \$10, we do not have to pay them. It does not get applied to next year. It is just done. Late filing penalty, this was kind of a big change. Right now it is \$25 per year. The state, in their wisdom, changed it to \$25 per month, not to exceed \$150. If you decide you are not going to do it, by the time you get back in the following year, you are going to owe us a hefty amount of money. That was a major change. Interest rate on late payment will be the federal short term rate, added to the nearest whole number, plus 5% for administrative fees. Right now it is 18% under the Revised Code. Changes to Income Tax Review Board, the major change there is, under the old system, I had an appointment, the Mayor had an appointment, Council had an appointment. They don't want me to have an appointment anymore, so you guys get two. I think part of the reason was, we have made the assessment against them, so they don't feel we should have a right to have our person on the Board. Next, we must publish a Tax Payer's Bill of Rights/Responsibilities. This will be put on the website when we have completed them sometime next year. And, there are a few administrative procedures to the audit procedures which are very minor. For businesses, net profit and individuals, estimated tax thresholds go from the current \$100 to \$200 per year, which means if you are going to owe less than \$200, you do not have to file quarterly returns. If you owe \$200 or more, than you have to file quarterly returns. Late payment penalty goes to 15% from 10%. Business net profits, allowed net operating losses, for five years, beginning in 1/1/2017, this will be phased in at 50% over the five years. This was the one that the CPA's were after because currently we did not allow, and most cities did not allow, net operating losses to be brought forward, so they are requiring us now to do it. Changes to consolidated filing, right now, if you are filing a consolidated return, in order to

change and go back to a not consolidated return, you had to wait several years, plus you had to also do it under the IRS rules. Now it makes it easier for them to change back and forth. Changes to pass thrus, which would be partnerships and S corporations, the S corps didn't change, they pretty much have always been at the entity level. Partnerships could be at either the entity level or the individual, and now they are going to switch those to the entity level. Individual taxes, Brenda is going to take you through the next couple and then I will have a few closing remarks.

Ms. Browning: One of the changes is with domicile. Before we would use driver's license addresses, tax returns, and voter registrations. We can still use driver's licenses and voter registrations, but we are no longer allowed to use the address they have on other tax returns and they are wanting us to use factors such as where you got married, where your burial plot is, where you go to the doctor, where you go to the bank, enough said.

Councilman Long: This was suppose to simplify this whole thing.

Ms. Browning: Yes, it was suppose to simplify it. Again, with net operating losses on the individual we did not allow, but with the new law, if you are a sole proprietor and file Schedule C, if you have rentals, royalties, partnership income on a Schedule E, or if you have farm income on a Schedule F, we must allow those to be carried forward now. And then, we have uniform treatment of 2106 expenses, in the past we allowed 100% of the 2106 expenses, the new uniform treatment, it will be subject to the 2% floor, which means you have to subtract 2% of your adjusted gross income from you federal return. So, if that 2% is more than your expenses, you don't get the expenses. If it is less, you will get the difference. We have some changes with withholding thresholds and due dates. With the old, if you owed between \$1000 and \$2000 you would remit on a monthly basis. Now, if you owe more than \$2399 for the proceeding calendar year, the quarterly due dates use to be thirty days after the end of the quarter, it has been changed to the 15th day after the end of the quarter. And, semi-monthly, they have actually lowered the threshold. It use to be if you owed \$2000 or more in any month, you would have to pay the withholding tax on a semi-monthly basis. They have actually lowered that to a \$1000. So, we will probably get a lot more businesses paying more often. So, that will change our cash flow in that we will get the money sooner. Qualifying wage was suppose to be the uniform way for all employers to know what to withhold on, for city tax purposes. They are still allowing options that some cities can choose to have it withheld on and some you don't have to have it withheld. It still is not uniform. One of the things that effected us is that we can no longer tax the short term disability, or the third party sick pay. The late payment penalty. If you do not pay your withholding taxes went from 10% to 50%. One of the major ones is, they replaced what was called our 12 day occasional entrant role. If you were a business coming in and you worked less than 12 days in our city, you were not required to withhold taxes. But, if you hit that 13th day, you had to start withholding and you had to go back to day one and make the city whole. It has now turned into a 20 day rule. If you are in the city less than 20 days you are not required to withhold. On the 21st day you have to withhold but you do not have to go back to day one. So, we still miss out on that first 20 days of taxes.

Councilwoman Kelly: What you just talked about, if they are in the city 20 days, it was 13 before, are you referring to a contractor that Mike had hired to come in and do renovations on a business and they are here for 19 days, they would not have to pay, or is it the location of the business, where they are headquartered?

Ms. Browning: You can get into some technical, because they have carved out a few things specifically to construction issues. With the 13 days, normally, if it were construction, and they would come to the site, in Reynoldsburg, if they worked the 12 days or less, they would not have to withhold. Or, if they change crews, a lot of them were playing the game and they would change crews so that they would not have to pay. Now, they have actually carved out some different options if they change. Even if they change crews, if they are still at the same site, they will have to withhold. This is the basic, but there are a little bit of carve outs, if you are considered a small business, large business, I did not want to get that technical.

Ms. Kelly: I was just curious because it seems like that is a really short time for a business to be in a place. So, I assumed it was more of that type of a thing that that rule was applying to. Thank you.

Ms. Browning: The miscellaneous, we have always had landlord listings, the tenant listing, in the spirit of trying to be more uniform with other cities, we decided to make some minor changes. It actually makes it less burdensome for the landlords to report, but it makes the violations the same as all of the other violations in the tax ordinance. That one was kind of carved out and set aside, by itself. This just makes uniform language, and then the violations mirror the violations for every other penalty in the tax ordinance. The same thing with violations, again, we just wanted to make it uniform with other communities. Thank you.

Mr. Harris: I would like to thank Brenda. She has done a lot of work on this, as have the attorneys at Rita, the Ohio Municipal League, and Mr. Hood. We have all been involved with this. As you can see, this is a major undertaking. If we don't do this and do it right, we don't have the authority to collect tax money. We are still doing a little bit of reading on this and we have changed a few things for the sake of clarity, or grammatically correct. There will not be any other changes in it, the final thing you will have to amend for the last reading, whatever the last redraft date is, but it will not change anything material in this. Any other questions on this? That's it for us.

Councilman Cotner: Thank you. Thank you for coming Ms. Browning. If there are no other questions, I will make a motion we send this to Council for a second reading.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Mel Clemens, Ward IV	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- i. Ordinance Making Transfer of Funds from the Unappropriated Special Assessment Fund (320) to the Unappropriated General Fund. (First Reading 10/12/2015).

Mr. Harris: If you remember this from a couple of weeks ago, the State has asked us to close this up since the special assessments, the bonds against the special assessment, have been paid off. There has been no activity in this for a number of years. They would like to see it go away because they are tired of having us do financial reports, and they have to audit them, when there is nothing there to do.

Councilman Cotner: Are there any other accounts like that that we have that we could clean up like this.

Mr. Harris: We have looked at some of them. There are some that we act like a fiduciary on. Like there is one for the French Run footbridge where somebody gave like \$4000 to plant flowers over there and it has been sitting there for a number of years. We can't transfer the money anywhere because it was donated for a specific purpose and we are stuck with it. We do look at those every year as to ones we can get rid of. There really isn't anything else at this point, that the State sees as a possibility.

Councilman Cotner: Any other questions on this one? I will make a motion that we send this forward for a second reading.

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- j. Ordinance Authorizing Mayor to Enter into an Agreement with Bermex Inc., for Meter Reading Services and Declaring an Emergency. (Second Reading 10/12/2015 Requests Emergency Passage at Third Reading).

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Chris Long, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- k. Ordinance Authorizing Mayor to Enter into an Agreement with Ct Consultants for Professional Consulting and General Engineering Services. (Second Reading 10/12/2015).

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

- l. Ordinance Authorizing City Auditor to Remove Equipment from the City's Fixed Asset List. (Second Reading 10/12/2015).

RESULT:	REFERRED TO COUNCIL [UNANIMOUS]	Next: 10/26/2015 7:30 PM
MOVER:	Barth R. Cotner, At Large	
SECONDER:	Dan Skinner, At Large	
AYES:	Barrett, Kelly, McGrady III, Clemens, Cotner, Long, Skinner	

Minutes Acceptance: Minutes of Oct 19, 2015 7:30 PM (Approval of Minutes)

Development Department**Dan Havener****7232 E. Main Street****Reynoldsburg OHIO 43068****614-322-6831 Phone****MOTION REQUEST**

DATE: November 2, 2015**TO: Finance Committee****RE: Appointment of Richard Carr to the Design Review Board**

Motion that the Council of the City of Reynoldsburg does hereby appoint Richard Carr to serve on the Design Review Board with a term beginning November 9, 2015 and ending December 31, 2017.

Reynoldsburg City Council
City of Reynoldsburg
7232 E. Main St.
Reynoldsburg, OH 43068
Office: (614) 322-6831

April 28, 2015

Dear Reynoldsburg Council Members:

I am writing to express my interest in becoming a member of the Reynoldsburg Planning Commission. My family and I moved to the City of Reynoldsburg in 2006 because of its population diversity, its top rated school system, and its well maintained park and recreational facilities.

With my entrepreneurial background, I feel I can bring much creativity and business spirit to the planning commission. As a small business owner who primarily works from home, I understand the importance of community amenities, such as coffee shops, restaurants, and local retail, in bringing people together. As someone who enjoys spending time outdoors, I value connectivity through pedestrian and bicycle paths in neighborhoods, downtowns, and park systems. As a father of a 3-year old, I look for young growth and development opportunities through our recreation departments and schools.

In light of the demographic changes and new emerging lifestyle preferences for more walkable, compact, and mixed use environments, I would love to be part of a planning commission that embraces these changes and continues to make the city a desirable place to live, work, and play. Reynoldsburg already has many great qualities that it can pride itself on. At the same time, there are always opportunities for improvement.

I greatly appreciate your consideration of my application and look forward to hearing from you.

Sincerely,
Richard Carr

614.218.7840
carr.s.richard@gmail.com

Cc: Mayor Brad McCloud
Cc: Dan Havener, Director of Development

Attachment: Richard Carr Resume (1207 : Appointment of Richard Carr to DRB)

S. Richard Carr

8266 Priestley Dr., Reynoldsburg, OH 43068

Phone: 614.218.7840 | Email: carr.s.richard@gmail.com

WEBSITE MANAGER

Page 1

Profile

- More than 15 years of experience in website management and Internet consulting.
- Recognized strengths in website development and maintenance, problem-solving, customer support, and project planning and implementation.
- Extensive experience with search engine optimization for ROI.
- Distinct organizational talent, effective initiator, and quick learner.
- Independent and goal-oriented working style with high ability to work in a team.
- Strong analytical thinking and creativity.
- Solid computer skills with excellent working knowledge using MS Office.

Synopsis of Achievements

- Grew **Powersourcing.com** into the top 1% of global websites and top ten in its genre.
 - Developed strategies to obtain membership of over 45,000 industrial professionals.
 - Achieved very high search engine visibility through organic online searches.
- Developed and promoted **Requesteffect.com**.
- Continued professional development with **Google Analytics Individual Qualification** and project management webinars.
- Spearheaded efforts to build and launch **Conterra Farms**

Employment

Root Economy LLC/Conterra Farms, Galloway, OH
Director of Business Development

2014 – Present

- Instituted idea to convert used shipping containers into hydroponic growing facilities
- Build and develop systems for growing a variety of leafy greens and herbs
- Conduct outreach efforts to promote interest in Conterra Farms
- Develop business relationships with local institutions and restaurants

Requesteffect.com, Reynoldsburg, OH
Website Manager/Owner

2010– Present

- Developed business model for the website
- Manage all aspects of site production and promotion
- Perform SEO and SEM functions with emphasis on building organic traffic and maximizing ROI
- Use Google Analytics for analysis of site, page performance, advertising success, and funnel optimization
- Coordinated and scheduled website development with on-shore and off-shore contractors for site production and graphic development
- Responsible for writing all content for the site
- Established user workflow

Attachment: Richard Carr Resume (1207 : Appointment of Richard Carr to DRB)

S. Richard Carr
 8266 Priestley Dr., Reynoldsburg, OH 43068
 Phone: 614.218.7840 | Email: carr.s.richard@gmail.com

WEBSITE MANAGER

Page 2

Employment

Brickman Facility Solutions, New Albany, OH
Area Manager

10/12-9/13

- Manage all active accounts within assigned state, including Bank of America, Macy's, T-Mobile and The Home Depot
- Provide leadership and initiative to ensure services are complete and client expectations are met or exceeded
- Evaluate, qualify, and select subcontractors to facilitate the operation
- Work closely with the service providers on the scheduling and implementation of services, as well as the billing administration

Buildipedia.com, Grandview Heights, OH
Web Consultant

9/11-11/11

- Consulted ownership on site design and business development strategies
- Developed plan using Google Analytics to increase users and revenue
- Assessed SEO and standardized procedures for better indexing
- Developed sales pitch for investor presentation which helped the company receive funding

Powersourcing.com, Grove City, OH
Co-Founder/President

1998 – 2010

- Co-Founder of the company and business model
- Key staff for SEO efforts generating top rankings in search results
- Performed web analytics for advertisement, user flow, and conversion optimization
- Developed and analyzed email campaigns to achieve marketing goals and ROI
- Conducted Pay-per-click / Adwords and banner campaigns
- Coordinated and managed vendors for the production of website initiatives
- Negotiated contracts with affiliates, advertisers, and vendors
- Initiated and managed affiliate programs to optimize revenue
- Developed content for website
- Created marketing plan for company
- Performed customer service through phone calls and emails
- Provided customer data management
- Monitored overall web reaction to website and researched improvement for marketing tactics

Education

The Ohio State University, Columbus, OH
B.S., Business Administration & Marketing
Minor: Telecommunications

1996

Attachment: Richard Carr Resume (1207 : Appointment of Richard Carr to DRB)

Development Department**Dan Havener****7232 E. Main Street****Reynoldsburg OHIO 43068****614-322-6831 Phone****RESOLUTION REQUEST**

DATE: November 2, 2015**TO: Finance Committee****RE: A RESOLUTION ACCEPTING, APPROVING AND RATIFYING THE
SUBMITTED RECOMMENDATIONS OF SEVERAL CITY OF
REYNOLDSBURG TAX INCENTIVE REVIEW COUNCILS.**

Recommendation for continuation of the Brice and Main TIF, Taylor Square TIF, Taylor Road TIF #1,

Taylor Road TIF #2. Kroger TIF, and Summit Road TIF.

Needed by the end of the year, request passage as an emergency.



MINUTES

2015 FAIRFIELD COUNTY; BRICE ROAD TIRC WEDNESDAY, SEPTEMBER 30, 2015

**PLACE: 2nd FLOOR, MAIN CONFERENCE ROOM
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

1. Ed Laramée, Fairfield County Deputy Auditor

Mr. Laramée called the meeting to order at 3:00 p.m.

Present: Ed Laramée, Holly Mattei, Kelly Fuller, Tina Thomas-Manning,
Dick Harris, and Dan Havener

2. Approval of 2014 Minutes

Mr. Harris made a motion to approve the Minutes, Mr. Havener seconded the motion; six affirmative votes, no negative votes; Minutes stand approved as submitted.

3. Taylor Square TIF

Mr. Harris: Taylor Square, all the infrastructure has been done and the payments have been made. The schools are getting their reimbursements and everything is as contracted by all the parties. Between now and March of next year we will be refinancing the remaining eight years of debt. That will be noted next year and it looks like we will be able to save a considerable amount of money.

Mr. Laramée: One question I have, Phase I was to pay for the infrastructure improvements, Phase II monies were not to cover the debt service and were to be set aside for the school district.

Mr. Harris: And they have been for years. Phase II was only put in place in case Phase I did not have enough money to cover the debt service, but that was never the case. It would have taken an act of Council and the School Board would have had to agree to get into Phase II.

Mr. Laramée: We should have an accumulation at this point in the Phase I grouping.

Mr. Harris: And there is. The TIF money in 970 has an ending balance of 1.1 million dollars.

Mr. Laramée: That is all the Phase I money minus the expenses, minus the debt service, and treasury fees?

Mr. Harris: Yes, and pay out to the schools.

Mr. Laramée: This is still one of the most successful TIFs.

Mr. Harris: They said it is one of the most successful in the state. Everyone is making more money than they were making before, and the debt service is being paid. By the time we get to 2023 it will be done.

Mr. Laramée: When you have this type of development, you become a magnet for additional development. We would be burying our heads in the sand if we didn't see the commercial growth. And even though the annual personal property went away, it still brought significant payroll and jobs to the area.

Mr. Harris: And, the vast majority of the real estate taxes were distributed as though there was no incentive involved.

Mr. Laramée: Do I have a recommendation relative to this?

Mr. Harris made a motion that the City of Reynoldsburg and the School District maintain the Taylor Square TIF, seconded by Tina Thomas-Manning; six affirmative votes, no negative votes; the Motion carried.

4. Comments and Closing

Mr. Laramée adjourned the meeting at 3:07 p.m.



MINUTES

2015 FRANKLIN COUNTY; BRICE ROAD TIRC WEDNESDAY, SEPTEMBER 30, 2015

**PLACE: 2nd FLOOR, MAIN CONFERENCE ROOM
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

1. Brian Katz, Franklin County Auditor's Office

Mr. Katz called the meeting to order at 2:32 p.m.

Present: Kelly Fuller, Brian Katz, Shelley May, Blake Bishop, Tina Thomas-Manning, Dick Harris, and Dan Havener

2. Approval of 2014 Minutes

Mr. Harris made a motion to approve the Minutes; Mr. Havener seconded the motion; seven affirmative votes, no negative votes; Minutes stand approved as submitted.

3. Brice Road TIF

Mr. Harris: Brice Road TIF, we have had this for a number of years. Distributions have been made to the schools. Bonds are still in the process of being paid. Everything has been done as ordered.

Mr. Katz: Any questions on the TIF?

Ms. May: I do have a comment about Walgreens. There was an increase in 2012, 2013, and 2014. They are just being built on the TIF portion.

Mr. Harris: Any increase over what was agreed will pay the debt portion.

Mr. Katz: Any other questions, comments, or concerns?

Mr. Havener: We have some pretty sizable development coming into Reynoldsburg considering areas we have left to develop. They are new developments. I am sure there may be questions as to what we will be able to accomplish for possible incentives.

Mr. Harris: One thing I have concerns about is the original tax abatement for the Limited. The only thing we have up there now is the CRA. They have 56 acres across the street. We may want to talk to the Limited about the usage of the 56 acres and the possibility of getting something there with some kind of tax service.

Mr. Havener: I have talked to them recently and I have an email out to them. Their last conversation stated they have no intentions of giving up that land.

Mr. Harris: I believe that is Licking Heights. As part of that section now, I have to send a check to Licking heights School District. We would like to still see them develop something there.

Mr. Havener: Yes we would. I will keep everyone abreast as things develop.

Mr. Katz: Thank you for that report. Do we have anyone that would like to make a motion to accept the Brice Road TIF Report?

Mr. Harris made a motion to accept the Brice Road TIF Report, seconded by Ms. Fuller; six affirmative votes, no negative votes; Report stands approved.

4. Comments and Closing

Mr. Katz adjourned the meeting at 2:40 p.m.



MINUTES

2015 LICKING COUNTY; BRICE ROAD TIRC WEDNESDAY, SEPTEMBER 30, 2015

**PLACE: 2nd FLOOR, MAIN CONFERENCE ROOM
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

1. Michael Smith, Licking County Auditor

Mr. Smith called the meeting to order at 3:35 p.m.

Present: Roy Van Atta (non-voting), Michael Smith, Jed Hood, Kelly Fuller, Walter Rogers, Dick Harris, and Dan Havener

2. Approval of 2014 Minutes

Atty. Hood made a motion to approve the Minutes, Mr. Harris seconded the motion; six affirmative votes, no negative votes; Minutes stand approved as submitted.

3. Kroger TIF

Mr. Harris: The Kroger TIF was to make intersection improvements at US 40 and Taylor Road when the Kroger was built. The payments are listed on the report. The improvements were done. There was a loan from the State of Ohio for this, and so you know, in June of this year it will be paid off. However, ODOT still has this intersection on for improvements. I am assuming there will be a right hand turn as you are traveling south on Taylor Road.

Mr. Harris made a motion to approve the Kroger TIF, Mr. Rogers seconded the motion; six affirmative votes, no negative votes; the motion stands.

4. Taylor Road TIF #1

Mr. Harris: This is a condominium development on the west side of Taylor Road. Some has been built. This money is for sewer and water lines. The development has not happened. This is a residential TIF

Mr. Harris made a motion to continue the Taylor Road TIF I, Ms. Fuller seconded the motion; six affirmative votes, no negative votes; the motion stands.

5. Taylor Road TIF #2

Mr. Harris: This is also a residential TIF on a condominium development south of US 40 on Taylor Road. As you can see, there is no money there and there is development yet. This was done to widen Taylor Road. We will be doing work with Etna Township to widen Taylor Road. This money could be used to pay our share of that.

Mr. Harris made a motion to continue the Taylor Road TIF II, Mr. Havener seconded the motion; six affirmative votes, no negative votes; the motion stands.

6. Summit Road TIF

Mr. Harris: The Summit Road TIF is to run a sewer line from Taylor Road to Summit Road. This is a residential TIF. Nothing has been built, but the TIF is there for coming infrastructure.

Mr. Harris made a motion to continue the Summit Road TIF, Mr. Havener seconded the motion; six affirmative votes, no negative votes; the motion stands.

7. Comments and Closing

Mr. Smith adjourned the meeting at 3:40

Phase I and II	1st Half 2013	2nd half 2013	1st Half 2014	2nd half 2014	1st Half 2015	2nd half 2015
Total Phase I Collected	606,390.03	627,238.99	168,359.02	585,557.08	702,113.06	658,615.57
Total Phase II Collected	319,477.21	318,987.15	159,691.24	293,373.88	268,447.09	278,224.98
TOTAL COLLECTED	925,867.24	946,226.14	328,050.26	878,930.97	970,560.15	936,840.55
Effective Class II % to School	74.00%	74.00%	74.30%	74.30%	71.00%	71.00%

Subaccounts	1st Half 2013	2nd half 2013	1st Half 2014	2nd half 2014	1st Half 2015	2nd half 2015
Phase I Reserve						
Phase I Debt Service	606,390.03	627,238.99	168,359.02	585,557.08	702,113.06	658,615.57
Phase II School Revenue	236,413.14	236,050.49	118,650.59	217,976.80	190,597.43	197,539.74
Phase II Debt Service	83,064.07	82,936.66	41,040.65	75,397.09	77,849.66	80,685.24
	925,867.24	946,226.14	328,050.26	878,930.97	970,560.15	936,840.55

Fund 970 (TIF)	1st Half 2013	2nd half 2013	1st Half 2014	2nd half 2014	1st Half 2015	2nd half 2015
Fund 970 Beginning Balance	1,134,640.06	884,836.76	991,489.40	523,432.92	459,388.50	1,165,942.80
Total Collected	925,867.24	946,226.14	328,050.26	878,930.97	970,560.15	936,840.55
Paid To Schools	-1,175,670.54	-236,050.49	-796,106.75	-336,627.39	-264,005.84	-388,137.17
Transferred to Debt Service		-603,523.00		-606,348.00		-604,348.00
Debt Payments paid from Tax Revenues	0.00	0.00	0.00	0.00	0.00	
Fund 970 Ending Balance	884,836.76	991,489.40	523,432.92	459,388.50	1,165,942.80	1,110,298.18
Fund 970 reserve	884,836.76	195,382.65		195,382.65		

Payments to School District	1st Half 2013	2nd half 2013	1st Half 2014	2nd half 2014	1st Half 2015	2nd half 2015
Phase II School Revenue (30 days after receipt)	236,413.14	236,050.49	118,650.59	217,976.80	190,597.43	197,539.74
Annual Balance (30 days after calendar year)		796,106.75		264,005.84		914,915.53

Service Payment Deficiencies	2013	2013	2014	2014	2015	2015
Phase I Owner's Parcel (i)		730,539.12		425,159.82		832,949.65
Phase I Property (ii)		1,233,629.02		753,916.11		1,360,728.63
Credited Payments (iii)		1,399,629.75		870,353.84		1,519,263.53
Debt Payment Required		603,523.00		606,348.00		604,348.00
Debt Service Deficiency		0.00		0.00		0.00
Target Deficiency		0.00		0.00		0.00
Amount Due From Owner		0.00		0.00		0.00

Taylor Square TIF (Reynoldsburg Ordinance 137-98 12/21/1998 & Amended 27-99 03/08/1899) First Year TY 1999 - Last TY 2029 (30yrs max)

TAX YEAR: 2014

Effective Rate: 0.076937056

Owner	Phase	TAYLOR SQUARE	TY 2000	TY 2014	TAXABLE			TIFF (Service Payments)				Remitted (-) Penalty/Del As Billed	Paid 1st Half	Adjustments	Paid 2nd Half	Balance Due As Billed - (-) Refund Required	
			Original Base Value	Total Appraised Value	Base Parcel #	Appraised Value	Net Tax Levied (Estimated)	Net Tax As Billed	TIFF Parcel #	Appraised TIFF 100% Increase	Service Payment (est)						Service Payment As Billed
2386 Taylor Rd LLC - BW3																	
DDC Hotels Inc	II	2386 Taylor Rd	34,410	1,751,410	044-03795.10	34,410	926.34	926.34	044-73795.10	1,717,000	46,235.34	46,235.38		23,117.69		23,117.69	0.00
	II	Taylor Sq Dr	135600	311,630	044-03794.10	135,600	3,651.44	3,651.42	044-73794.10	176,030	4,740.10	8,520.00		-619.52		-2,994.48	1,126.10
	II	2426 Taylor Sq Dr	171600	688,370	044-03794.20	171,600	4,620.84	4,620.84	044-73794.20	646,770	19,915.62	22,264.82	(7,674.76)	-4,952.99		-4,991.55	-9,279.46
N & D Restaurants Inc																	
II	NO VALUE ASSIGNED		0	80	044-03794.30	0	0.00	0.00	044-73794.30	80	0.00						0.00
Icebreaker Development LLC - IHop																	
II	2413 Taylor Rd		179,430	1,478,470	044-03793.30	179,430	4,831.66	4,831.62	044-73793.30	1,299,040	34,980.22	34,980.22		34,980.22			0.00
Reynoldsburg 1031 LLC et al																	
II	2782 Taylor Rd - Best Buy		69,000	3,603,980	044-03795.01	69,000	1,858.04	1,858.06	044-73795.01	3,534,980	95,189.62	95,189.62	(65,317.95)	-17,723.14		55,466.36	-7,871.55
NOCA Retail Development Ltd OH Retail II LLC (1/27/05)																	
II	2374 Taylor Sq Dr - Panera Bread		120,430	1,698,450	044-03793.11	120,430	3,242.80	3,242.84	044-73793.11	1,578,020	42,493.12	42,493.12		21,246.56		21,246.56	0.00
I Ot	2272 Reynoldsburg-Baltimore Rd - Charlies		118,280	1,830,260	044-03793.13	118,280	3,185.20	3,185.22	044-73793.13	1,711,970	46,099.92	46,099.92		23,049.96		23,049.96	0.00
I Ot	2928 Taylor Rd - Friday's		156,060	1,971,310	044-03793.15	156,060	4,202.32	4,202.32	044-73793.15	1,815,250	48,881.20	48,881.18		24,440.59		24,440.59	0.00
I	2675 Taylor Rd - Same (13%)		127,200	4,135,680	044-03795.13	127,200	3,425.24	3,425.24	044-73795.13	4,008,480	107,940.40	107,940.40		53,970.20		53,970.20	0.00
I	2829-2879 Taylor Rd - NE strip Joannes		156,220	9,055,120	044-03795.30	156,220	4,206.92	4,206.90	044-73795.30	8,898,900	239,629.70	239,629.70		119,814.85		119,814.85	0.00
I	2923-2973 Taylor Rd - West Strip		198,430	4,374,630	044-03795.40	198,430	5,343.28	5,343.32	044-73795.40	4,176,200	112,456.60	112,456.60		56,228.30		56,228.30	0.00
I Ot	2200 Reynoldsburg-Baltimore Rd - Smokey Bones		27,000	1,450,000	044-03795.51	27,000	727.08	727.10	044-73795.51	1,423,000	38,318.52	57,293.52		28,641.76		9,676.79	0.00
I Ot silver			3,000	80,000	044-03795.52	3,000	80.80	80.82	044-73795.52	77,000	2,073.46	2,073.46		1,036.74		1,036.74	0.00
II	2891-2913- Taylor Rd - NW strip		105,210	5,166,810	044-03795.60	105,210	2,832.84	2,832.82	044-73795.60	5,061,600	136,298.62	136,298.62		68,149.31		68,149.31	0.00
I Ot north silver			2,100	56,000	044-03795.50	2,100	56.94	56.96	044-73795.50	53,900	1,451.82	1,451.80		725.90		725.90	0.00
II	2783 Taylor Rd - Mattress Store		9,750	1,051,600	044-03795.00	9,750	262.36	262.38	044-73795.00	1,041,850	28,055.10	28,055.14		14,027.57		14,027.57	0.00
I	2793 Taylor Rd - Walmart		319,200	16,791,680	044-03795.20	319,200	8,595.42	8,595.44	044-73795.20	16,472,480	497,426.54	497,426.54		248,713.27		248,713.27	0.00
II	Parking Lot / Corner Bldg Babies R Us		29,700	1,282,650	044-03795.14	29,700	800.16	3,241.40	044-73795.14	1,252,950	33,739.22	33,739.88		15,649.39		16,090.59	0.00
Target Corporation																	
II			0	0		0	0.00			0	0.00						0.00
Fifth Third Bank																	
I Ot	2883 Taylor Rd		16,950	1,738,070	044-03795.70	16,950	456.24	456.26	044-73795.70	1,721,120	46,346.12	46,346.14		23,173.07		23,173.07	0.00
First Hospitality Company																	
I Ot	2826 Taylor Rd		19,200	3,321,170	044-03795.90	19,200	517.02	517.04	044-73795.90	3,301,970	88,915.40	88,915.40		44,457.70		44,457.70	0.00
P & S Hotel Group Inc																	
I Ot	2806 Taylor Rd		22,650	3,525,360	044-03795.80	22,650	610.12	610.12	044-73795.80	3,502,710	94,321.00	94,321.04	150,714.06	109,808.07		81,680.27	53,546.76
Ardmore of Ohio LTD																	
II	2364 Taylor Park Dr - Logan's SH		268,390	1,856,540	044-03791.00	268,390	7,227.48	7,227.46	044-73791.00	1,588,150	42,765.48	42,765.50	19,655.56	41,038.31		21,382.75	0.00
CHARLIES CORNER VENTURES LLC																	
II	Reynoldsburg Baltimore Rd		4,410	16,000	044-03791.11	4,410	118.50	118.50	044-73791.11	11,590	312.38	312.34		156.17		156.17	0.00
UHA Corporation LLC																	
II	2312 Taylor Pk - "IDG Jewelers"		124,080	1,273,770	044-03791.20	124,080	3,341.38	3,341.42	044-73791.20	1,149,690	30,958.72	30,958.72		15,479.36		15,479.36	0.00
Frankel Reynoldsburg (Walgreens)																	
I Ot	2300 Reynoldsburg Rd		342,810	2,057,630	044-03793.00	342,810	9,230.92	9,230.88	044-73793.00	1,714,820	46,176.86	46,176.86		23,088.43		23,088.43	0.00
Englefield F W IV																	
I Ot @ 30%	2220 Reynoldsburg-Baltimore Rd		260,450	1,323,120	044-03792.00	260,450	7,013.60	7,013.58	044-73792.00	1,062,670	28,615.20	28,615.24		14,307.62		14,307.62	0.00
APPAISED			673,850	32,221,430	Phase I	673,850	18,146	18,146	Phase I	31,547,580	849,512.84	849,512.84	0.00	424,756.42	0.00	424,756.42	0.00
			968,510	17,362,920	Phase I Other	968,510	26,080	26,080.30	Phase I Other	16,384,410	441,199.50	460,164.58	150,714.06	292,729.84	0.00	245,637.07	53,546.76
			1,379,210	24,315,440	Phase II	1,379,210	37,139.18	39,580.44	Phase II	22,936,230	617,623.94	629,753.86	(53,337.15)	274,325.05	0.00	283,200.53	-465.97
			3,021,570	73,889,790		3,021,570	81,365.02	83,866.40		70,868,220	1,908,336.28	1,939,431.28	97,376.91	991,811.31	0.00	953,594.82	53,080.79

	1st half 2013	2nd Half 2013	1st half 2014	2nd Half 2014	1st half 2015	2nd Half 2015
Total Net TIF Collections						
Home Depot Settlement	71,215.81	71,215.81	71,777.48	71,777.48	73,582.98	73,582.98
Home Depot 10% Rollback				687.17	0.00	0.00
Walgreens Settlement	32,977.64	32,977.64	33,237.73	33,237.73	34,073.80	34,073.80
Walgreens 10% Rollback				308.72	0.00	0.00
Gross Collection	104,193.45	104,193.45	105,015.21	106,011.10	107,656.78	107,656.78
Less:						
Aud/Treas Fees	1,179.92	1,182.36	1,188.80	1,191.10	1,218.45	1,220.87
Delinquent Tax Collection (5%)	0.00	0.00				
Net Distribution	103,013.53	103,011.09	103,826.41	104,820.00	106,438.33	106,435.91

Effective Class II % to School	62.18%	62.18%	62.44%	62.44%	62.75%	62.75%
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	1st half 2013	2nd Half 2013	1st half 2014	2nd Half 2014	1st Half 2015	2nd Half 2015
Subaccounts						
School Revenue Account	64,053.81	64,052.30	64,829.21	65,449.61	66,790.05	66,788.53
Public Improvement Account	38,959.72	38,958.79	38,997.20	39,370.39	39,648.28	39,647.38
	103,013.53	103,011.09	103,826.41	104,820.00	106,438.33	106,435.91

	1st half 2013	2nd Half 2013	1st half 2014	2nd Half 2014	1st Half 2015	2nd Half 2015
Distribution to Schools						
Beginning Balance Owed to Schools	61,873.45	0.01	0.00	0.00	5,278.82	66,790.05
Funds Deposited in School Revenue Account	64,053.81	64,052.30	64,829.21	65,449.61	66,790.05	66,788.53
Paid To Schools	125,927.26	64,052.30	64,829.21	60,170.79	5,278.82	66,790.05
Ending Balance Owed to Schools	0.01	0.00	0.00	5,278.82	66,790.05	66,788.54

Fund 971 (Brice - Main TIF)	1st half 2013	2nd Half 2013	1st half 2014	2nd Half 2014	1st Half 2015	2nd Half 2015
Fund 971 Beginning Balance	88,280.03	58,972.42	13,721.26	46,045.71	9,021.92	109,425.25
Total Collected	103,013.53	103,011.09	103,826.41	104,820.00	106,438.33	106,435.91
Debt Service paid for 2003 Bonds	6,393.88	84,209.95	6,672.75	81,673.00	6,035.00	81,035.00
Paid To Schools	125,927.26	64,052.30	64,829.21	60,170.79		72,068.87
Fund 971 Ending Balance	58,972.42	13,721.26	46,045.71	9,021.92	109,425.25	62,757.29

TAX YEAR 2014 STATUS REPORT FOR:

TIF REP 4.b.e

PARCEL NUMBER	CURRENT OWNERS NAME	TERMS	TOTAL APPRAISED VALUE	2014 RE TAX	TOTAL TIF VALUE	2014 TIF TAX	TIF PROJECT STATUS	EFFECTIVE YEARS	NOTES
060-004144	HOME DEPOT TIF	100% - 30 YRS	5,400,000	\$ 34,686.72	4,370,000	\$ 147,165.96	See City Finance Directors Report	2000-2030	
060-008388	WALGREENS TIF	100% - 30 YRS	2,800,000	\$ 16,043.44	2,323,600	\$ 68,147.60	See City Finance Directors Report	2000-2030	BOR increases for 2012-20 \$ 58,662.68 owed on TIF par

This document was last updated on 09/28/2015

	1st half 2013	2nd half 2013	1st half 2014	2nd half 2014	1st half 2015	2nd half 2015
Total Net TIF Collections						
Kroger	110,685.31	37,506.91	37,623.89	37,623.89	39,009.58	39,009.58
Kroger 10% Rollback	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00
Gross Collection	110,685.31	37,506.91	37,623.89	37,623.89	39,009.58	39,009.58
Less:						
Aud/Treas Fees	5,117.72	509.74	492.21	506.50	507.05	520.17
Delinquent Tax Collection (5%)						
Net Distribution	105,567.59	36,997.17	37,131.68	37,117.39	38,502.53	38,489.41

Fund 972 Kroger Tif	1st half 2013	2nd half 2013	1st half 2014	2nd half 2014	1st half 2015	2nd half 2015
Fund 972 Beginning Balance	106,026.48	194,552.21	214,507.52	234,597.34	254,672.87	276,133.54
Total Collected	105,567.59	36,997.17	37,131.68	37,117.39	38,502.53	38,489.41
Debt Service -SIB Loan	17,041.86	17,041.86	17,041.86	17,041.86	17,041.86	17,041.86
Fund 972 Ending Balance	194,552.21	214,507.52	234,597.34	254,672.87	276,133.54	297,581.09

Summit Rd #1
Fund 973

Total Net TIF Collections	1st half 2013	2nd half 2013	1st half 2014	2nd half 2014	1st half 2015	2nd half 2015
Summit Rd #1	0.00	0.00	0.00	0.00	0.00	0.00
Summit Rd #1 10% Rollback	0.00	0.00	0.00	0.00	0.00	0.00
Maple Woods Farms	0.00	0.00	0.00	0.00	0.00	0.00
Maple Woods Farms-10% Rollback	0.00	0.00	0.00	0.00	0.00	0.00
Gross Collection	0.00	0.00	0.00	0.00	0.00	
Less:						
Aud/Treas Fees	0.00	0.00	0.00	0.00	0.00	0.00
Delinquent Tax Collection (5%)						
Net Distribution	0.00	0.00	0.00	0.00	0.00	0.00

Fund 973 Summit Rd #1 Tif	1st half 2013	2nd half 2013	1st half 2014	2nd half 2014	1st half 2015	2nd half 2015
Fund 973 Beginning Balance	5,105.61	5,105.61	5,105.61	5,105.61	5,105.61	5,105.61
Total Collected	0.00	0.00	0.00	0.00	0.00	0.00
Debt Service						
Fund 973 Ending Balance	5,105.61	5,105.61	5,105.61	5,105.61	5,105.61	5,105.61

Taylor Rd Tif #1
Fund 974

	1st half	2nd half	1st half	2nd half	1st half	2nd half
Total Net TIF Collections	2013	2013	2014	2014	2015	2015
Taylor Chase	11,092.62	7,717.27	9,845.74	6,330.42	10,252.31	7,393.04
	0.00	0.00	0.00	0.00		
	0.00	0.00	0.00	0.00	0.00	0.00
Gross Collection	11,092.62	7,717.27	9,845.74	6,330.42	10,252.31	7,393.04
Less:						
Aud/Treas Fees	185.86	122.77	106.65	85.00	149.48	98.44
Delinquent Tax Collection (5%)						
Net Distribution	10,906.76	7,594.50	9,739.09	6,245.42	10,102.83	7,294.60

Fund 974 Taylor Rd-1 Tif	1st half	2nd half	1st half	2nd half	1st half	2nd half
	2013	2013	2014	2014	2015	2015
Fund 974 Beginning Balance	82,090.75	92,997.51	100,592.01	110,331.10	116,576.52	126,679.35
Total Collected	10,906.76	7,594.50	9,739.09	6,245.42	10,102.83	7,294.60
Debt Service						
Fund 974 Ending Balance	92,997.51	100,592.01	110,331.10	116,576.52	126,679.35	133,973.95

Taylor Rd Tif #2
Fund 975

	1st half	2nd half	1st half	2nd half	1st half	2nd half
Total Net TIF Collections	2013	2013	2014	2014	2015	2015
Park National Bank	0.00	0.00	0.00	0.00	0.00	0.00
Glen O Bard	752.75	0.00	367.19	367.19	758.61	0.00
	0.00	0.00	0.00	0.00	0.00	0.00
Gross Collection	752.75	0.00	367.19	367.19	758.61	0.00
Less:						
Aud/Treas Fees	9.89	0.00	4.78	4.89	9.83	0.00
Delinquent Tax Collection (5%)						
Net Distribution	742.86	0.00	362.41	362.30	748.78	0.00

Fund 975 Taylor Rd-2 Tif	1st half	2nd half	1st half	2nd half	1st half	2nd half
	2013	2013	2014	2014	2015	2015
Fund 975 Beginning Balance	11,260.38	12,003.24	12,003.24	12,365.65	12,727.95	13,476.73
Total Collected	742.86	0.00	362.41	362.30	748.78	0.00
Debt Service						
Fund 975 Ending Balance	12,003.24	12,003.24	12,365.65	12,727.95	13,476.73	13,476.73



AGENDA

REYNOLDSBURG 2015 TIRC WEDNESDAY, SEPTEMBER 30, 2015

**PLACE: 2nd FLOOR, MAIN CONFERENCE ROOM
7232 E. MAIN ST, REYNOLDBURG, OH 43068**

A. FRANKLIN COUNTY; BRICE ROAD TIRC; 2:30 – 2:45 P.M.

1. Brian Katz, Franklin County Auditor's Office
2. Approval of 2014 Minutes
3. Brice Road TIF
4. Comments and Closing

B. FAIRFIELD COUNTY; TAYLOR SQUARE TIRC; 3:00 – 3:15 P.M.

1. Ed Laramie, Fairfield County Deputy Auditor
2. Approval of 2014 Minutes
3. Taylor Square TIF
4. Comments and Closing

C. LICKING COUNTY; KROGER/SUMMIT ROAD TIRC; 3:30 – 3:45 P.M.

1. Michael Smith, Licking County Auditor
2. Approval of 2014 Minutes
3. Kroger TIF
4. Taylor Road TIF #1
5. Taylor Road TIF #2
6. Summit Road TIF
7. Comments and Closing

Mayor's Office
Brad McCloud
7232 E. Main Street
Reynoldsburg OHIO 43068
Phone

ORDINANCE REQUEST

DATE: **November 2, 2015**

TO: **Finance Committee**

RE: **Request Council transfer funds from Election expense to Legal Services**

Emergency/Suspension: Emergency

Emergency - Financial needs of City's government.

To ensure enough funding is available for legal services

Request Council unappropriate from the appropriated fund 110.595.5371 (Election Expense to 110.522.5332 (Legal Services) \$20,000.00.

Mayor's Office
Brad McCloud
7232 E. Main Street
Reynoldsburg OHIO 43068
Phone

ORDINANCE REQUEST

DATE: November 2, 2015

TO: Finance Committee

RE: ORDINANCE AUTHORIZING MAYOR TO ENTER INTO
CONTRACT WITH THE DISTRICT ADVISORY COUNCIL OF
THE FRANKLIN COUNTY GENERAL HEALTH DISTRICT, AND
FRANKLIN COUNTY PUBLIC HEALTH FOR HEALTH
SERVICES FROM JANUARY 1, 2016 TO DECEMBER 31, 2016.
(First Reading 10/26/2015).

Authorization for the Mayor to enter into a contract with the District Advisory Council of the Franklin County General Health District and Franklin County Public Health for Health Services from January 1, 2016 to December 31, 2016. The cost of services is based upon per capita rate of \$7.51 for a population of 36,102 totaling \$271,288.48.

FRANKLIN COUNTY PUBLIC HEALTH 2016 HEALTH SERVICES CONTRACT

Between:

The Board of Health
of the Franklin County General Health District
280 East Broad Street
Columbus, Oh 43215

and

The City of Reynoldsburg, Ohio
7232 E. Main Street
Reynoldsburg, OH 43068

Contact us at: (614) 525-3160 / Fax (614) 525-6672
www.myfcph.org

CONTRACT

BETWEEN THE CITY OF REYNOLDSBURG, OHIO AND THE DISTRICT ADVISORY COUNCIL OF THE FRANKLIN COUNTY GENERAL HEALTH DISTRICT. AND FRANKLIN COUNTY PUBLIC HEALTH

This contract is made and entered into by and between the City of Reynoldsburg, Ohio, a municipal corporation constituting a city health district, and the Board of Health of the Franklin County General Health District ("Franklin County Public Health"), as approved by the District Advisory Council of the Franklin County General Health District pursuant to Ohio Revised Code section 3709.08, and pursuant to Ohio Revised Code Section 3709.281.

WITNESSETH

SECTION 1. Franklin County Public Health shall, for the consideration hereinafter stated, furnish to the City of Reynoldsburg, Ohio, and inhabitants thereof, all such public health services as are furnished to all villages and townships and the inhabitants thereof, of Franklin County, Ohio. Said services shall include all services as allowed by law according to the most current version of the Ohio Revised Code. Said services shall include the minimum standards and optimal achievable standards for boards of health and local health departments pursuant to Ohio Revised Code Section 3701.342. Said services shall include enforcement of all rules and regulations as allowed by law according to the most current version of the Ohio Administrative Code.

Also, Franklin County Public Health shall provide other services, including the enforcement of the following Franklin County Public Health Regulations:

- (100) Definitions
- (101) Collection Vehicle Registration, Inspection and Operation for Prevention of Nuisances
- (102) Property Health and Sanitation
- (103) Plumbing for Commercial, Public, and Residential Buildings and Places
- (104) Rabies Control
- (105) Approval of Building Plans
- (106) Sewage Treatment Systems
- (199) Administration and Enforcement

Pursuant to Revised Code 3709.08(C), once the director of health determines that Franklin County Public Health is organized and equipped to provide the services, the Franklin County Board of Health shall have the powers and shall perform all the duties required of the board of health or the authority having the duties of a board of health within the City of Reynoldsburg. And, the current version of the above-described regulations of Franklin County Public Health shall apply to and be enforceable within the jurisdiction of the Franklin County Board of Health, including the Franklin County General Health District and the City of Reynoldsburg.

Such services shall be rendered, if appropriate and necessary, when requested by the citizens of Reynoldsburg, Ohio, officials of city government, school authorities or medical personnel practicing in or around the City of Reynoldsburg, Ohio or when required by state statute.

The City Attorney of Reynoldsburg, Ohio shall be responsible for any litigation involving enforcement of Health Regulations within the corporate limits of said political subdivision.

This Agreement and any claims arising in any way out of this Agreement shall be governed by the laws of the State of Ohio. Any litigation arising out of or relating in any way to this Agreement or the performance hereunder shall be brought only in an Ohio court of competent jurisdiction in Franklin County, Ohio, and the City of Reynoldsburg hereby irrevocably consents to such jurisdiction.

SECTION 2. Said public health services shall be furnished beginning January 1, 2016 and ending December 31, 2016 provided, however, that either party to this agreement shall have the right to cancel the same upon four (4) months written notice and the parties hereto may, by mutual written agreement, modify the terms of this agreement.

SECTION 3. Franklin County Public Health will provide ongoing communication with the Mayor/City Manager and his or her designees through a webinar or conference call at least quarterly. This communication will provide information on timely public health topics, upcoming events and featured services. Reports and other information about direct services that are being provided to the citizens of Reynoldsburg will be provided upon request.

SECTION 4. The City of Reynoldsburg, Ohio shall pay to Franklin County Public Health for said public health services furnished to the City of Reynoldsburg, Ohio and the inhabitants thereof, such sum or sums of money based on a per capita rate as would be charged against municipal corporations composing the Franklin County General Health District at a per capita rate of \$7.51459.

SECTION 5. Said sum or sums of money shall be paid by the said City of Reynoldsburg, Ohio to said Franklin County Public Health upon receipt of semi-annual invoices by the Franklin County Board of Health on the first day of

January, and June, 2016. The sum for 2016 shall not exceed \$271,288.48, notwithstanding any fee established pursuant to the sections set forth below.

SECTION 6. In any instance where Franklin County Public Health expends funds to abate a nuisance pursuant to Section 1, above, within the City of Reynoldsburg, Ohio, Franklin County Public Health may invoice the City of Reynoldsburg, Ohio for the costs of such nuisance abatement. Further, the City of Reynoldsburg, Ohio, shall pay, in addition to those sums set forth in Section 5, above, to Franklin County Public Health the cost to abate the nuisance.

Franklin County Public Health agrees to certify such nuisance abatement costs to the Franklin County Auditor to be recorded as a lien upon the property and shall reimburse all funds recovered under such a lien to the City of Reynoldsburg, Ohio.

PLUMBING INSPECTION SERVICES:

SECTION 7. Franklin County Public Health shall, for the consideration hereinafter stated, furnish to the City of Reynoldsburg, Ohio, all plumbing inspections as are furnished to all inhabitants within the general health district of Franklin County. Inspectors are to be state certified by the Ohio Department of Commerce.

SECTION 8. The City of Reynoldsburg, Ohio, through its Building Department, shall issue permits and collect fees for such plumbing inspections. The fee to be charged shall be the most current fee charged by the Franklin County General Health District. The City of Reynoldsburg, Ohio, shall forward sixty (60) percent of all plumbing inspection fees collected by them to the Franklin County General Health District after said Health District has submitted monthly statements of the amount due. The City of Reynoldsburg, Ohio shall pay said amount, within thirty (30) days after receipt of said statement.

SECTION 9. This contract is approved by a majority of the members of the legislative authority of the City of Reynoldsburg, pursuant to the provisions of Ordinance _____ dated _____.

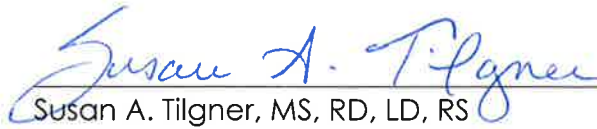
SECTION 10. The City of Reynoldsburg, Ohio has determined that Franklin County Public Health is organized and equipped to adequately provide the service that is the subject of this contract.

IN WITNESS WHEREOF, the parties to this agreement have hereunto set their hands and seals and have executed this agreement the day and year written below.

DISTRICT ADVISORY COUNCIL OF THE
FRANKLIN COUNTY GENERAL HEALTH DISTRICT

Chairperson Date

FRANKLIN COUNTY PUBLIC HEALTH

 10/5/15

Susan A. Tilgner, MS, RD, LD, RS Date
Health Commissioner

THE CITY OF REYNOLDSBURG, OHIO

Mayor Brad McCloud Date

APPROVED AS TO FORM:

Ron O'Brien
Prosecuting Attorney
Franklin County, Ohio

Assistant Prosecuting Attorney Date
Attorney for the District Advisory
Council of the Franklin County General Health District

City Attorney Date
City of Reynoldsburg, Ohio

APPROVED BY THE OHIO DEPARTMENT OF HEALTH

Director, Ohio Department of Health Date

FINANCIAL CERTIFICATE

It is hereby certified that the amount required to meet the contract agreement, obligation, payment of expenditure for the above has been lawfully appropriated, authorized or directed for such purpose and is in the treasury or in the process of collection to the credit of the proper fund and is free from any obligation or certificated now outstanding.

FISCAL OFFICER
City of Reynoldsburg, Ohio

DATE

Police Department**James O'Neill****7240 E. Main Street****Reynoldsburg OHIO 43068****614-322-6947 Phone****ORDINANCE REQUEST**

DATE: **November 2, 2015****TO:** **Finance Committee****RE:** ORDINANCE AUTHORIZING CITY AUDITOR TO REMOVE EQUIPMENT
FROM THE CITY'S FIXED ASSET LIST. (Several Items from PD). (First
Reading 10/26/2015).

Request for Council to approve the removal of the attached items from the Fixed Asset list.
Requesting that these items be removed due to the one of the following reasons; no longer
operational, expired, no longer owned.

Please see the attached document for complete details.

FA	Description	Reason for Removal
1908	2005 Chrysler	Vehicle unrepairable (see ordinance 77-15)
1825	Shomax Table Top Display	Display is un-usable
2509	Nikon Camera w/ 2 lenses	Camera no longer works
735	Misc parts for Link radios	Parts are no longer interchangeable
2173	Dell Optiplex computers	No longer operational
2165	Dell Optiplex computers	No longer operational
2174	Dell Optiplex computers	No longer operational
2168	Dell Optiplex computers	No longer operational
2167	Dell Optiplex computers	No longer operational
2170	Dell Optiplex computers	No longer operational
2164	Dell Optiplex computers	No longer operational
2166	Dell Optiplex computers	No longer operational
2172	Dell Optiplex computers	No longer operational
2175	Dell Optiplex computers	No longer operational
2171	Dell Optiplex computers	No longer operational
2169	Dell Optiplex computers	No longer operational
1898	Dell Optiplex computers	No longer operational
1897	Dell Optiplex computers	No longer operational
1899	Dell Optiplex computers	No longer operational
2181	Dell Optiplex computers	No longer operational
2163	Dell Optiplex computers	No longer operational
2177	Dell Optiplex computers	No longer operational
2179	Dell Optiplex computers	No longer operational
1737	Priport 1230 Digital Duplicator	New equipment purchased
1851	Laptop	No longer operational
2251	Computer / Monitor	No longer operational
2131	Del 8400 PC	No longer operational
1338	Line Printer	No longer operational
2020	Power Edge Pentium III PC	No longer operational
988	Datamaster Keyboard	No longer operational
1853	Compuer	No longer operational / replaced
2013	Laptop / combo	No longer operational / replaced
1782	Pentium III Processor	No longer operational
2250	Computer / Monitor	No longer operational
1779	Power Edge PC	No longer operational
2155	Toshiba Printer	No longer operational
1547	Computer for Smart Trailer	No longer operational
2249	Computer / Monitor	No longer operational
1301	Tactical SWAT Vest	Expired
1007	Entry Shield Model	No longer operational
673	Carbine Rifle with Clip	No longer operationl
2007	Light bar cruiser	No longer own cruiser
77	911 ALI MUX main unit	Replaced with current system
340	Vertatrax recorder	No longer operational
347	Fujion zoom lens	No longer functional
1733	1994 Aerostar wagon	No longer functional

Police Department**James O'Neill****7240 E. Main Street****Reynoldsburg OHIO 43068****614-322-6947 Phone****ORDINANCE REQUEST**

DATE: November 2, 2015**TO: Finance Committee****RE: ORDINANCE AUTHORIZING CITY AUDITOR TO REMOVE EQUIPMENT
FROM THE CITY'S FIXED ASSET LIST. (Second Reading 10/26/2015).**

The Reynoldsburg Division of Police request for Council to approve the removal of the below vehicles from the fixed asset list. Both of these vehicles are being stored at the street barn, it would not be cost effective to repair them.

2005	Chrysler 300	2C3JA63H05H170372
2001	Toyota Truck	5TBBT44101S129325

City Auditors Office**Richard Harris****7232 E. Main Street****Reynoldsburg OHIO 43068****Phone****ORDINANCE REQUEST**

DATE: **November 2, 2015****TO:** **Finance Committee****RE:** ORDINANCE TO ENACT TITLE NINE, CHAPTER 190 OF THE
CODIFIED ORDINANCES OF THE CITY OF REYNOLDSBURG
REGARDING MUNICIPAL INCOME TAX AND DECLARING AN
EMERGENCY. (Second Reading 10/26/2015).

Emergency/Suspension: Emergency**Reason For Emergency:** Financial needs of the City's government

Request Council pass an Ordinance for Chapter 190 of The Reynoldsburg City Code to comply with HB 5 on Collection of City Income Tax.

MEMO

To: Reynoldsburg City Council
From: Brenda Browning, Tax Administrator
Date: September 28, 2015
Re: Substitute HB5

Substitute HB5 was passed with an effective date of January 1, 2016. This bill amended ORC 718 which governs city income tax. ORC 715.013 provides the restriction that a municipal income tax must be levied in accordance with Chapter 718 of the Revised Code. A municipal income tax that does not comply with the provisions of ORC 718 places the ability to administer the tax in possible jeopardy; therefore, we must pass a new income tax ordinance with an effective date of January 1, 2016. We must also still keep the old ordinance in effect at the same time as that will still govern how we administer our taxes for tax years ending December 31, 2015 and prior.

Here are the highlights of the changes to municipal tax:

For All Tax Types

- Uniform \$10 threshold for refunds/payments
- Late filing penalty of \$25 for each failure per month not to exceed \$150
- Interest rate for late payment will be the federal short term rate rounded to the nearest whole number percentage plus 5%
- Changes to Income Tax Board of Review
- Must publish Taxpayer Rights & Responsibilities
- Administrative changes to audit procedures

For Business Net Profits and Individuals

- Estimated tax threshold of \$200 and due dates changed
- Late payment penalty of 15%

Business Net Profits

- Allow net operating losses for 5 years beginning 1/1/2017; this will be phased in at 50% over 5 years
- Changes to consolidated filing
- Changes to pass-through (partnerships, SCorps) filing

Individual Taxes

- Changed definition of domicile
- Allow NOL of 5 years on Schedule C, E and F filers
- Uniform treatment of 2106 expenses

Withholding (Payroll) Tax

- Thresholds and due dates changed
- Qualifying wage definition changed
- Late payment penalty 50%
- Replaced 12-day occasional entrant rule with 20-day rule; employers not required to withhold until 21st day and do not have to go back to day one to make city whole

Miscellaneous

- Updated existing language pertaining to landlord listings for sake of uniformity
- Updated existing language pertaining to violations for sake of uniformity

Cc: Richard Harris, City Auditor
 Mayor Brad McCloud
 James Hood, City Attorney

ORDINANCE NO. -15

PASSED:

ORDINANCE TO ENACT TITLE NINE, CHAPTER 190 OF THE CODIFIED ORDINANCES OF THE CITY OF REYNOLDSBURG REGARDING MUNICIPAL INCOME TAX AND DECLARING AN EMERGENCY.

Whereas, the Home Rule Amendment of the Ohio Constitution, Article XVIII, Section 3, provides that “Municipalities shall have the authority to exercise all powers of local self-government”, and the municipal taxing power is one of such powers of local self-government delegated by the people of the State to the people of municipalities; and

Whereas, Article XIII, Section 6 of the Ohio Constitution provides that the General Assembly may restrict a municipality’s power of taxation to the extent necessary to prevent abuse of such power, and Article XVIII, Section 13 of the Ohio Constitution states that “laws may be passed to limit the powers of municipalities to levy taxes and incur debts for local purposes”; and

Whereas, the General Assembly has determined that it is necessary and appropriate to comprehensively review and amend Chapter 718 of the Ohio Revised Code, setting forth statutory requirements for municipal income tax codes in Ohio; and

Whereas, more specifically, the General Assembly enacted House Bill 5 in December 2014, and mandated that municipal income tax codes be amended by January 1, 2016 such that any income or withholding tax is levied in accordance with the provisions and limitations specified in Chapter 718 of the Ohio Revised Code; and

Whereas, upon a detailed review of House Bill 5 and the Codified Ordinances of the City, this Ordinance is found and determined by this Council to enact the amendments required prior to the January 1, 2016 deadline to be in accord with the provisions and limitations specified in Chapter 718 of the Ohio Revised Code.

NOW THEREFORE BE IT ORDAINED BY THE COUNCIL OF THE CITY OF REYNOLDSBURG, OHIO:

Section 1. That Title Nine, Chapter 190 of the Codified Ordinances be and is hereby enacted to read as set forth in Exhibit A attached hereto and incorporated herein, to take effect January 1, 2016 for tax years beginning on or after January 1, 2016.

Section 2. That Title Nine, Chapter 191 of the Codified Ordinances shall not be amended by the enactment of Chapter 190 and shall remain effective and in force for all tax years through December 31, 2015.

Section 3. That this ordinance is deemed to be an emergency measure necessary for the financial needs of the City, and further ensures our ability to administer and enforce the tax; wherefore upon adoption by Council, this ordinance shall be in effect immediately upon signature by the Mayor.

REYNOLDSBURG INCOME TAX ORDINANCE

TITLE NINE – Taxation Chapter 190 – Income Tax

Effective January 1, 2016

Sections

190.01 Authority to Levy Tax; Purpose of Tax	190.17 Fraud
190.02 Definitions	190.18 Interest and Penalties
190.03 Imposition of Tax	190.19 Authority of Tax Administrator; Verification of Information
190.04 Collection at Source	190.20 Request for Opinion of Tax Administrator
190.05 Annual Return; Filing	190.21 Board of Tax Review
190.06 Credit for Tax Paid to Other Municipalities	190.22 Authority to Create Rules and Regulations
190.07 Estimated Taxes	190.23 Rental and Leased Property
190.08 Rounding of Amounts	190.24 Savings Clause
190.09 Requests for Refunds	190.25 Collection of Tax after Termination of Ordinance
190.10 Second Municipality Imposing Tax after Time Period Allowed for Refund	190.26 Adoption of RITA Rules and Regulations
190.11 Amended Returns	190.27 Contract Provisions
190.12 Limitations	190.99 Violations; Penalties
190.13 Audits	
190.14 Service of Assessment	
190.15 Administration of Claims	
190.16 Tax Information Confidential	

CROSS REFERENCES

Power to levy income tax – see Ohio Constitution, Article XVIII, Section 3

Municipal income taxes – see Ohio Revised Code, Chapter 718

Payroll deductions – see Ohio Revised Code, General Provisions, Chapter 9, Section 9.42

Tax limitations – see Charter, Article VIII, Section 8.02

SECTION 190.01 AUTHORITY TO LEVY TAX; PURPOSE OF TAX.

(A) To provide funds for the purposes of general Municipal operations, maintenance, new equipment and capital improvements, the City of Reynoldsburg ("City") hereby levies an annual municipal income tax on income, qualifying wages, commissions and other compensation, and on net profits as hereinafter provided.

(B)(1) The annual tax is levied at a rate of one and one-half percent (1.5%). The tax is levied at a uniform rate on all persons residing in or earning or receiving income in the City. The tax is levied on income, qualifying wages, commissions and other compensation, and on net profits as hereinafter provided in Section 190.03 of this chapter and other sections as they may apply.

(2) The monies collected under the provisions of this chapter shall be deposited into the following Funds in the following order and such Funds shall be disbursed for the following purposes and in the following order:

(a) Such part thereof as shall be necessary to defray all costs of collecting and administering the taxes levied by this chapter, including any amounts to be paid to any person or governmental agency under any contract for the administration of such taxes, and the cost of administering the Department of Taxation and enforcing the provisions thereof shall be deposited into the Income Tax Revenue Fund. Zero percent (0%) of the monies collected shall remain in the Income Tax Revenue Fund of the City to be put into the City's Contingency Reserve.

After providing for the requirements in division (a) monies shall be deposited and disbursed for the following purposes and in the following order:

(b)(i) Eighty-four percent (84%) of the monies collected shall be deposited into the General Fund of the City to be reappropriated by Council for any lawful purpose.

(ii) Fourteen percent (14%) of the monies collected shall be deposited into the General Debt Retirement Fund to be used for general debt retirement.

(iii) Two percent (2%) of the monies collected shall be deposited into the Capital Improvement Fund which shall be used to defray all or part of the costs of legal improvements as determined by Council.

All monies already deposited into the City's Contingency Reserve residing in the Income Tax Fund shall be expended only upon a legislative transfer to the General Fund. Such transfers shall be solely for the purpose of making revenue available for expenditures necessary to continue basic City services due to a natural disaster or other catastrophic occurrence.

(C) The tax on income and the withholding tax established by Chapter 190 are authorized by Article XVIII, Section 3 of the Ohio Constitution. The tax is levied in accordance with, and is intended to be consistent with, the provisions and limitations of Ohio Revised Code 718 (ORC 718).

SECTION 190.02 DEFINITIONS.

(A) Any term used in this chapter that is not otherwise defined in this chapter has the same meaning as when used in a comparable context in laws of the United States relating to federal income taxation or in Title LVII of the ORC, unless a different meaning is clearly required. If a term used in this chapter that is

not otherwise defined in this chapter is used in a comparable context in both the laws of the United States relating to federal income tax and in Title LVII of the ORC and the use is not consistent, then the use of the term in the laws of the United States relating to federal income tax shall control over the use of the term in Title LVII of the ORC.

(B) The singular shall include the plural, and the masculine shall include the feminine and the gender-neutral.

(C) As used in this chapter:

(1) **"Adjusted federal taxable income,"** for a person required to file as a C corporation, or for a person that has elected to be taxed as a C corporation under (C)(24)(d) of this division, means a C corporation's federal taxable income before net operating losses and special deductions as determined under the Internal Revenue Code, adjusted as follows:

(a) Deduct intangible income to the extent included in federal taxable income. The deduction shall be allowed regardless of whether the intangible income relates to assets used in a trade or business or assets held for the production of income.

(b) Add an amount equal to five percent (5%) of intangible income deducted under division (C)(1)(a) of this section, but excluding that portion of intangible income directly related to the sale, exchange, or other disposition of property described in Section 1221 of the Internal Revenue Code;

(c) Add any losses allowed as a deduction in the computation of federal taxable income if the losses directly relate to the sale, exchange, or other disposition of an asset described in Section 1221 or 1231 of the Internal Revenue Code;

(d)(i) Except as provided in (C)(1)(d)(ii) of this section, deduct income and gain included in federal taxable income to the extent the income and gain directly relate to the sale, exchange, or other disposition of an asset described in Section 1221 or 1231 of the Internal Revenue Code;

(ii) Division (C)(1)(d)(i) of this section does not apply to the extent the income or gain is income or gain described in Section 1245 or 1250 of the Internal Revenue Code.

(e) Add taxes on or measured by net income allowed as a deduction in the computation of federal taxable income;

(f) In the case of a real estate investment trust or regulated investment company, add all amounts with respect to dividends to, distributions to, or amounts set aside for or credited to the benefit of investors and allowed as a deduction in the computation of federal taxable income;

(g) Deduct, to the extent not otherwise deducted or excluded in computing federal taxable income, any income derived from a transfer agreement or from the enterprise transferred under that agreement under Section 4313.02 of the ORC;

(h)(i) Except as limited by divisions (C)(1)(h)(ii), (iii), and (iv) of this section, deduct any net operating loss incurred by the person in a taxable year beginning on or after January 1, 2017.

The amount of such net operating loss shall be deducted from net profit that is reduced by exempt income to the extent necessary to reduce municipal taxable income to zero, with any remaining unused portion of

the net operating loss carried forward to not more than five consecutive taxable years following the taxable year in which the loss was incurred, but in no case for more years than necessary for the deduction to be fully utilized.

(ii) No person shall use the deduction allowed by division (C)(1)(h) of this section to offset qualifying wages.

(iii)(a) For taxable years beginning in 2018, 2019, 2020, 2021, or 2022, a person may not deduct, for purposes of an income tax levied by a municipal corporation that levies an income tax before January 1, 2016, more than fifty percent (50%) of the amount of the deduction otherwise allowed by division (C)(1)(h)(i) of this section.

(b) For taxable years beginning in 2023 or thereafter, a person may deduct, for purposes of an income tax levied by a municipal corporation that levies an income tax before January 1, 2016, the full amount allowed by (C)(1)(h)(i) of this section.

(iv) Any pre-2017 net operating loss carryforward deduction that is available must be utilized before a taxpayer may deduct any amount pursuant to (C)(1)(h) of this section.

(v) Nothing in division (C)(1)(h)(iii)(a) of this section precludes a person from carrying forward, use with respect to any return filed for a taxable year beginning after 2018, any amount of net operating loss that was not fully utilized by operation of division (C)(1)(h)(iii)(a) of this section. To the extent that an amount of net operating loss that was not fully utilized in one or more taxable years by operation of division (C)(1)(h)(iii)(a) of this section is carried forward for use with respect to a return filed for a taxable year beginning in 2019, 2020, 2021, or 2022, the limitation described in division (C)(1)(h)(iii)(a) of this section shall apply to the amount carried forward.

(i) Deduct any net profit of a pass-through entity owned directly or indirectly by the taxpayer and included in the taxpayer's federal taxable income unless an affiliated group of corporations includes that net profit in the group's federal taxable income in accordance with division (V)(3)(b) of Section 190.05.

(j) Add any loss incurred by a pass-through entity owned directly or indirectly by the taxpayer and included in the taxpayer's federal taxable income unless an affiliated group of corporations includes that loss in the group's federal taxable income in accordance with division (V)(3)(b) of Section 190.05.

If the taxpayer is not a C corporation, is not a disregarded entity that has made an election described in division (C)(48)(b) of this section, is not a publicly traded partnership that has made the election described in division (C)(24)(d) of this section, and is not an individual, the taxpayer shall compute adjusted federal taxable income under this section as if the taxpayer were a C corporation, except guaranteed payments and other similar amounts paid or accrued to a partner, former partner, shareholder, former shareholder, member, or former member shall not be allowed as a deductible expense unless such payments are in consideration for the use of capital and treated as payment of interest under Section 469 of the Internal Revenue Code or United States treasury regulations. Amounts paid or accrued to a qualified self-employed retirement plan with respect to a partner, former partner, shareholder, former shareholder, member, or former member of the taxpayer, amounts paid or accrued to or for health insurance for a partner, former partner, shareholder, former shareholder, member, or former member, and amounts paid or accrued to or for life insurance for a partner, former partner, shareholder, former shareholder, member, or former member shall not be allowed as a deduction.

Nothing in division (C)(1) of this section shall be construed as allowing the taxpayer to add or deduct any amount more than once or shall be construed as allowing any taxpayer to deduct any amount paid to or accrued for purposes of federal self-employment tax.

(2)(a) **"Assessment"** means a written finding by the Tax Administrator that a person has underpaid municipal income tax, or owes penalty and interest, or any combination of tax, penalty, or interest, to the municipal corporation that commences the person's time limitation for making an appeal to the Board of Tax Review pursuant to Section 190.21, and has "ASSESSMENT" written in all capital letters at the top of such finding.

(b) "Assessment" does not include a notice denying a request for refund issued under division (C)(3) of Section 190.09, a billing statement notifying a taxpayer of current or past-due balances owed to the municipal corporation, a Tax Administrator's request for additional information, a notification to the taxpayer of mathematical errors, or a Tax Administrator's other written correspondence to a person or taxpayer that does not meet the criteria prescribed by division (C)(2)(a) of this section.

(3) **"Audit"** means the examination of a person or the inspection of the books, records, memoranda, or accounts of a person, ordered to appear before the Tax Administrator, for the purpose of determining liability for a municipal income tax.

(4) **"Board of Tax Review"** or "Board of Review" or "Board of Tax Appeals", or other named local board constituted to hear appeals of municipal income tax matters, means the entity created under Section 190.21.

(5) **"Calendar quarter"** means the three-month period ending on the last day of March, June, September, or December.

(6) **"Casino operator" and "casino facility"** have the same meanings as in Section 3772.01 of the ORC.

(7) **"Certified mail," "express mail," "United States mail," "postal service,"** and similar terms include any delivery service authorized pursuant to Section 5703.056 of the ORC.

(8) **"Disregarded entity"** means a single member limited liability company, a qualifying subchapter S subsidiary, or another entity if the company, subsidiary, or entity is a disregarded entity for federal income tax purposes.

(9) **"Domicile"** means the true, fixed, and permanent home of a taxpayer and to which, whenever absent, the taxpayer intends to return. A taxpayer may have more than one residence but not more than one domicile.

(10) **"Employee"** means an individual who is an employee for federal income tax purposes.

(11) **"Employer"** means a person that is an employer for federal income tax purposes.

(12) **"Exempt income"** means all of the following:

(a) The military pay or allowances of members of the armed forces of the United States or members of their reserve components, including the national guard of any state.

(b) Intangible income. However, a municipal corporation that taxed any type of intangible income on March 29, 1988, pursuant to Section 3 of S.B. 238 of the 116th general assembly, may continue to tax that type of income if a majority of the electors of the municipal corporation voting on the question of whether to permit the taxation of that type of intangible income after 1988 voted in favor thereof at an election held on November 8, 1988.

(c) Social security benefits, railroad retirement benefits, unemployment compensation, pensions, retirement benefit payments, payments from annuities, and similar payments made to an employee or to the beneficiary of an employee under a retirement program or plan, disability payments received from private industry or local, state, or federal governments or from charitable, religious or educational organizations, and the proceeds of sickness, accident, or liability insurance policies. As used in division (C)(12)(c) of this section, "unemployment compensation" does not include supplemental unemployment compensation described in Section 3402(o)(2) of the Internal Revenue Code.

(d) The income of religious, fraternal, charitable, scientific, literary, or educational institutions to the extent such income is derived from tax-exempt real estate, tax-exempt tangible or intangible property, or tax-exempt activities.

(e) Compensation paid under Section 3501.28 or 3501.36 of the ORC to a person serving as a precinct election official to the extent that such compensation does not exceed \$1,000 for the taxable year. Such compensation in excess of \$1,000 for the taxable year may be subject to taxation by a municipal corporation. A municipal corporation shall not require the payer of such compensation to withhold any tax from that compensation.

(f) Dues, contributions, and similar payments received by charitable, religious, educational, or literary organizations or labor unions, lodges, and similar organizations;

(g) Alimony and child support received.

(h) Compensation for personal injuries or for damages to property from insurance proceeds or otherwise, excluding compensation paid for lost salaries or wages or compensation from punitive damages.

(i) Income of a public utility when that public utility is subject to the tax levied under Section 5727.24 or 5727.30 of the ORC. Division (C)(12)(i) of this section does not apply for purposes of Chapter 5745. of the ORC.

(j) Gains from involuntary conversions, interest on federal obligations, items of income subject to a tax levied by the state and that a municipal corporation is specifically prohibited by law from taxing, and income of a decedent's estate during the period of administration except such income from the operation of a trade or business.

(k) Compensation or allowances excluded from federal gross income under Section 107 of the Internal Revenue Code.

(l) Employee compensation that is not qualifying wages as defined in division (C)(35) of this section.

(m) Compensation paid to a person employed within the boundaries of a United States air force base under the jurisdiction of the United States air force that is used for the housing of members of the

United States air force and is a center for air force operations, unless the person is subject to taxation because of residence or domicile. If the compensation is subject to taxation because of residence or domicile, tax on such income shall be payable only to the municipal corporation of residence or domicile.

(n) An S corporation shareholder's share of net profits of the S corporation, other than any part of the share of net profits that represents wages as defined in Section 3121(a) of the Internal Revenue Code or net earnings from self-employment as defined in Section 1402(a) of the Internal Revenue Code.

(o) All of the income of individuals under 18 years of age.

(p)(i) Except as provided in divisions (C)(12)(p)(ii), (iii), and (iv) of this section, qualifying wages described in division (C)(2) or (5) of Section 190.04 to the extent the qualifying wages are not subject to withholding for the City under either of those divisions.

(ii) The exemption provided in division (C)(12)(p)(i) of this section does not apply with respect to the municipal corporation in which the employee resided at the time the employee earned the qualifying wages.

(iii) The exemption provided in division (C)(12)(p)(i) of this section does not apply to qualifying wages that an employer elects to withhold under division (C)(4)(b) of Section 190.04.

(iv) The exemption provided in division (C)(12)(p)(i) of this section does not apply to qualifying wages if both of the following conditions apply:

(a) For qualifying wages described in division (C)(2) of Section 190.04, the employee's employer withholds and remits tax on the qualifying wages to the municipal corporation in which the employee's principal place of work is situated, or, for qualifying wages described in division (C)(5) of Section 190.04, the employee's employer withholds and remits tax on the qualifying wages to the municipal corporation in which the employer's fixed location is located;

(b) The employee receives a refund of the tax described in division (C)(12)(p)(iv)(a) of this section on the basis of the employee not performing services in that municipal corporation.

(q)(i) Except as provided in division (C)(12)(q)(ii) or (iii) of this section, compensation that is not qualifying wages paid to a nonresident individual for personal services performed in the City on not more than 20 days in a taxable year.

(ii) The exemption provided in division (C)(12)(q)(i) of this section does not apply under either of the following circumstances:

(a) The individual's base of operation is located in the municipal corporation.

(b) The individual is a professional athlete, professional entertainer, or public figure, and the compensation is paid for the performance of services in the individual's capacity as a professional athlete, professional entertainer, or public figure. For purposes of division (C)(12)(q)(ii)(b) of this section, "professional athlete," "professional entertainer," and "public figure" have the same meanings as in Section 190.04(C).

(iii) Compensation to which division (C)(12)(q) of this section applies shall be treated as earned or received at the individual's base of operation. If the individual does not have a base of operation, the compensation shall be treated as earned or received where the individual is domiciled.

(iv) For purposes of division (C)(12)(q) of this section, "base of operation" means the location where an individual owns or rents an office, storefront, or similar facility to which the individual regularly reports and at which the individual regularly performs personal services for compensation.

(r) Compensation paid to a person for personal services performed for a political subdivision on property owned by the political subdivision, regardless of whether the compensation is received by an employee of the subdivision or another person performing services for the subdivision under a contract with the subdivision, if the property on which services are performed is annexed to a municipal corporation pursuant to Section 709.023 of the ORC on or after March 27, 2013, unless the person is subject to such taxation because of residence. If the compensation is subject to taxation because of residence, municipal income tax shall be payable only to the municipal corporation of residence.

(s) Income the taxation of which is prohibited by the constitution or laws of the United States.

Any item of income that is exempt income of a pass-through entity under division (C) of this section is exempt income of each owner of the pass-through entity to the extent of that owner's distributive or proportionate share of that item of the entity's income.

(13) "**Form 2106**" means internal revenue service form 2106 filed by a taxpayer pursuant to the Internal Revenue Code.

(14) "**Generic form**" means an electronic or paper form that is not prescribed by a particular municipal corporation and that is designed for reporting taxes withheld by an employer, agent of an employer, or other payer, estimated municipal income taxes, or annual municipal income tax liability or for filing a refund claim.

(15) "**Gross receipts**" means the total revenue derived from sales, work done, or service rendered.

(16) "**Income**" means the following:

(a)(i) For residents, all income, salaries, qualifying wages, commissions, and other compensation from whatever source earned or received by the resident, including the resident's distributive share of the net profit of pass-through entities owned directly or indirectly by the resident and any net profit of the resident, except as provided in (C)(24)(d) of this division.

(ii) For the purposes of division (C)(16)(a)(i) of this section:

(a) Any net operating loss of the resident incurred in the taxable year and the resident's distributive share of any net operating loss generated in the same taxable year and attributable to the resident's ownership interest in a pass-through entity shall be allowed as a deduction, for that taxable year and the following five taxable years, against any other net profit of the resident or the resident's distributive share of any net profit attributable to the resident's ownership interest in a pass-through entity until fully utilized, subject to division (C)(16)(a)(iv) of this section;

(b) The resident's distributive share of the net profit of each pass-through entity owned directly or indirectly by the resident shall be calculated without regard to any net operating loss that is carried forward by that entity from a prior taxable year and applied to reduce the entity's net profit for the current taxable year.

(iii) Division (C)(16)(a)(ii) of this section does not apply with respect to any net profit or net operating loss attributable to an ownership interest in an S corporation unless shareholders' shares of net profits from S corporations are subject to tax in the municipal corporation as provided in division(C)(12)(n) or (C)(16)(e) of this section.

(iv) Any amount of a net operating loss used to reduce a taxpayer's net profit for a taxable year shall reduce the amount of net operating loss that may be carried forward to any subsequent year for use by that taxpayer. In no event shall the cumulative deductions for all taxable years with respect to a taxpayer's net operating loss exceed the original amount of that net operating loss available to that taxpayer.

(b) In the case of nonresidents, all income, salaries, qualifying wages, commissions, and other compensation from whatever source earned or received by the nonresident for work done, services performed or rendered, or activities conducted in the municipal corporation, including any net profit of the nonresident, but excluding the nonresident's distributive share of the net profit or loss of only pass-through entities owned directly or indirectly by the nonresident.

(c) For taxpayers that are not individuals, net profit of the taxpayer;

(d) Lottery, sweepstakes, gambling and sports winnings, winnings from games of chance, and prizes and awards. If the taxpayer is a professional gambler for federal income tax purposes, the taxpayer may deduct related wagering losses and expenses to the extent authorized under the Internal Revenue Code and claimed against such winnings.

(e) Intentionally left blank.

(17) "**Intangible income**" means income of any of the following types: income yield, interest, capital gains, dividends, or other income arising from the ownership, sale, exchange, or other disposition of intangible property including, but not limited to, investments, deposits, money, or credits as those terms are defined in Chapter 5701. of the ORC, and patents, copyrights, trademarks, tradenames, investments in real estate investment trusts, investments in regulated investment companies, and appreciation on deferred compensation. "Intangible income" does not include prizes, awards, or other income associated with any lottery winnings, gambling winnings, or other similar games of chance.

(18) "**Internal Revenue Code**" has the same meaning as in Section 5747.01 of the ORC.

(19) "**Limited liability company**" means a limited liability company formed under chapter 1705. of the ORC or under the laws of another state.

(20) "**Municipal corporation**" includes a joint economic development district or joint economic development zone that levies an income tax under Section 715.691 , 715.70 , 715.71 , or 715.74 of the ORC.

(21)(a) "**Municipal taxable income**" means the following:

(i) For a person other than an individual, income reduced by exempt income to the extent otherwise included in income and then, as applicable, apportioned or situated to the City under Section 190.03, and further reduced by any pre-2017 net operating loss carryforward available to the person for the City.

(ii)(a) For an individual who is a resident of the City, income reduced by exempt income to the extent otherwise included in income, then reduced as provided in division (C)(21)(b) of this section, and further reduced by any pre-2017 net operating loss carryforward available to the individual for the municipal corporation.

(b) For an individual who is a nonresident of the City, income reduced by exempt income to the extent otherwise included in income and then, as applicable, apportioned or situated to the municipal corporation under Section 190.03, then reduced as provided in division (C)(21)(b) of this section, and further reduced by any pre-2017 net operating loss carryforward available to the individual for the City.

(b) In computing the municipal taxable income of a taxpayer who is an individual, the taxpayer may subtract, as provided in division (C)(21)(a)(ii)(a) or (C)(21)(b) of this section, the amount of the individual's employee business expenses reported on the individual's form 2106 that the individual deducted for federal income tax purposes for the taxable year, subject to the limitation imposed by Section 67 of the Internal Revenue Code. For the municipal corporation in which the taxpayer is a resident, the taxpayer may deduct all such expenses allowed for federal income tax purposes, but to the extent the expenses do not relate to exempt income. For a municipal corporation in which the taxpayer is not a resident, the taxpayer may deduct such expenses only to the extent the expenses are related to the taxpayer's performance of personal services in that nonresident municipal corporation and are not related to exempt income.

(22) **"Municipality"** means the same as the City of Reynoldsburg. If the terms are capitalized in the ordinance they are referring to Reynoldsburg. If not capitalized they refer to a municipal corporation other than Reynoldsburg.

(23) **"Net operating loss"** means a loss incurred by a person in the operation of a trade or business. "Net operating loss" does not include unutilized losses resulting from basis limitations, at-risk limitations, or passive activity loss limitations.

(24)(a) **"Net profit"** for a person other than an individual means adjusted federal taxable income.

(b) "Net profit" for a person who is an individual means the individual's net profit required to be reported on schedule C, schedule E, or schedule F reduced by any net operating loss carried forward. For the purposes of division (C)(24)(b) of this section, the net operating loss carried forward shall be calculated and deducted in the same manner as provided in division (C)(1)(h) of this section.

(c) For the purposes of this chapter, and notwithstanding division (C)(24)(a) of this section, net profit of a disregarded entity shall not be taxable as against that disregarded entity, but shall instead be included in the net profit of the owner of the disregarded entity.

(d) A publicly traded partnership that is treated as a partnership for federal income tax purposes, and that is subject to tax on its net profits by the City, may elect to be treated as a C corporation for the City. The election shall be made on the annual return for the City. the City will treat the publicly traded partnership as a C corporation if the election is so made.

(25) **"Nonresident"** means an individual that is not a resident.

(26) **"Ohio Business Gateway"** means the online computer network system, created under Section 125.30 of the ORC, that allows persons to electronically file business reply forms with state agencies and includes any successor electronic filing and payment system.

(27) **"Other payer"** means any person, other than an individual's employer or the employer's agent, that pays an individual any amount included in the federal gross income of the individual. "Other payer" includes casino operators and video lottery terminal sales agents.

(28) **"Pass-through entity"** means a partnership not treated as an association taxable as a C corporation for federal income tax purposes, a limited liability company not treated as an association taxable as a C corporation for federal income tax purposes, an S corporation, or any other class of entity from which the income or profits of the entity are given pass-through treatment for federal income tax purposes. "Pass-through entity" does not include a trust, estate, grantor of a grantor trust, or disregarded entity.

(29) **"Pension"** means any amount paid to an employee or former employee that is reported to the recipient on an IRS form 1099-R, or successor form. Pension does not include deferred compensation, or amounts attributable to nonqualified deferred compensation plans, reported as FICA/Medicare wages on an IRS form W-2, Wage and Tax Statement, or successor form.

(30) **"Person"** includes individuals, firms, companies, joint stock companies, business trusts, estates, trusts, partnerships, limited liability partnerships, limited liability companies, associations, C corporations, S corporations, governmental entities, and any other entity.

(31) **"Postal service"** means the United States postal service.

(32) **"Postmark date," "date of postmark,"** and similar terms include the date recorded and marked in the manner described in division (B)(3) of Section 5703.056 of the ORC.

(33)(a) **"Pre-2017 net operating loss carryforward"** means any net operating loss incurred in a taxable year beginning before January 1, 2017, to the extent such loss was permitted, by a resolution or ordinance of the City that was adopted by the City before January 1, 2016, to be carried forward and utilized to offset income or net profit generated in the City in future taxable years.

(b) For the purpose of calculating municipal taxable income, any pre-2017 net operating loss carryforward may be carried forward to any taxable year, including taxable years beginning in 2017 or thereafter, for the number of taxable years provided in the resolution or ordinance or until fully utilized, whichever is earlier.

(34) **"Publicly traded partnership"** means any partnership, an interest in which is regularly traded on an established securities market. A "publicly traded partnership" may have any number of partners.

(35) **"Qualifying wages"** means wages, as defined in Section 3121(a) of the Internal Revenue Code, without regard to any wage limitations, adjusted as follows:

(a) Deduct the following amounts:

(i) Any amount included in wages if the amount constitutes compensation attributable to a plan or program described in Section 125 of the Internal Revenue Code.

(ii) Any amount included in wages if the amount constitutes payment on account of a disability related to sickness or an accident paid by a party unrelated to the employer, agent of an employer, or other payer.

(iii) Intentionally left blank.

(iv) Intentionally left blank.

(v) Any amount included in wages that is exempt income.

(b) Add the following amounts:

(i) Any amount not included in wages solely because the employee was employed by the employer before April 1, 1986.

(ii) Any amount not included in wages because the amount arises from the sale, exchange, or other disposition of a stock option, the exercise of a stock option, or the sale, exchange, or other disposition of stock purchased under a stock option. Division (C)(35)(b)(ii) of this section applies only to those amounts constituting ordinary income.

(iii) Any amount not included in wages if the amount is an amount described in section 401(k), 403(b), or 457 of the Internal Revenue Code. Division (C)(35)(b)(ii) of this section applies only to employee contributions and employee deferrals.

(iv) Any amount that is supplemental unemployment compensation benefits described in Section 3402(o)(2) of the Internal Revenue Code and not included in wages.

(v) Any amount received that is treated as self-employment income for federal tax purposes in accordance with Section 1402(a)(8) of the Internal Revenue Code.

(vi) Any amount not included in wages if all of the following apply:

(a) For the taxable year the amount is employee compensation that is earned outside the United States and that either is included in the taxpayer's gross income for federal income tax purposes or would have been included in the taxpayer's gross income for such purposes if the taxpayer did not elect to exclude the income under Section 911 of the Internal Revenue Code;

(b) For no preceding taxable year did the amount constitute wages as defined in Section 3121(a) of the Internal Revenue Code;

(c) For no succeeding taxable year will the amount constitute wages; and

(d) For any taxable year the amount has not otherwise been added to wages pursuant to either division (C)(35)(b) of this section or Section 190.04, as that section existed before the effective date of H.B. 5 of the 130th General Assembly, March 23, 2015.

(36) **"Related entity"** means any of the following:

(a) An individual stockholder, or a member of the stockholder's family enumerated in Section 318 of the Internal Revenue Code, if the stockholder and the members of the stockholder's family own directly, indirectly, beneficially, or constructively, in the aggregate, at least fifty percent (50%) of the value of the taxpayer's outstanding stock;

(b) A stockholder, or a stockholder's partnership, estate, trust, or corporation, if the stockholder and the stockholder's partnerships, estates, trusts, or corporations own directly, indirectly, beneficially, or constructively, in the aggregate, at least fifty percent (50%) of the value of the taxpayer's outstanding stock;

(c) A corporation, or a party related to the corporation in a manner that would require an attribution of stock from the corporation to the party or from the party to the corporation under division (C)(36)(d) of this section, provided the taxpayer owns directly, indirectly, beneficially, or constructively, at least fifty percent of the value of the corporation's outstanding stock;

(d) The attribution rules described in Section 318 of the Internal Revenue Code apply for the purpose of determining whether the ownership requirements in divisions (C)(36)(a) to (c) of this section have been met.

(37) **"Related member"** means a person that, with respect to the taxpayer during all or any portion of the taxable year, is either a related entity, a component member as defined in Section 1563(b) of the Internal Revenue Code, or a person to or from whom there is attribution of stock ownership in accordance with Section 1563(e) of the Internal Revenue Code except, for purposes of determining whether a person is a related member under this division, " twenty percent (20%)" shall be substituted for "five percent (5%)" wherever "five percent (5%)" appears in Section 1563(e) of the Internal Revenue Code.

(38) **"Resident"** means an individual who is domiciled in the municipal corporation as determined under Section 190.03(E).

(39) **"S corporation"** means a person that has made an election under subchapter S of Chapter 1 of Subtitle A of the Internal Revenue Code for its taxable year.

(40) **"Schedule C"** means internal revenue service schedule C (form 1040) filed by a taxpayer pursuant to the Internal Revenue Code.

(41) **"Schedule E"** means internal revenue service schedule E (form 1040) filed by a taxpayer pursuant to the Internal Revenue Code.

(42) **"Schedule F"** means internal revenue service schedule F (form 1040) filed by a taxpayer pursuant to the Internal Revenue Code.

(43) **"Single member limited liability company"** means a limited liability company that has one direct member.

(44) **"Small employer"** means any employer that had total revenue of less than \$500,000 during the preceding taxable year. For purposes of this division, "total revenue" means receipts of any type or kind, including, but not limited to, sales receipts; payments; rents; profits; gains, dividends, and other

investment income; compensation; commissions; premiums; money; property; grants; contributions; donations; gifts; program service revenue; patient service revenue; premiums; fees, including premium fees and service fees; tuition payments; unrelated business revenue; reimbursements; any type of payment from a governmental unit, including grants and other allocations; and any other similar receipts reported for federal income tax purposes or under generally accepted accounting principles. "Small employer" does not include the federal government; any state government, including any state agency or instrumentality; any political subdivision; or any entity treated as a government for financial accounting and reporting purposes.

(45) **"Tax Administrator"** means the individual charged with direct responsibility for administration of an income tax levied by the City in accordance with this chapter.

(46) **"Tax return preparer"** means any individual described in Section 7701(a)(36) of the Internal Revenue Code and 26 C.F.R. 301.7701-15 .

(47) **"Taxable year"** means the corresponding tax reporting period as prescribed for the taxpayer under the Internal Revenue Code.

(48)(a) **"Taxpayer"** means a person subject to a tax levied on income by a municipal corporation in accordance with this chapter. "Taxpayer" does not include a grantor trust or, except as provided in division (C)(48)(b)(i) of this section, a disregarded entity.

(b)(i) A single member limited liability company that is a disregarded entity for federal tax purposes may be a separate taxpayer from its single member in all Ohio municipal corporations in which it either filed as a separate taxpayer or did not file for its taxable year ending in 2003, if all of the following conditions are met:

(a) The limited liability company's single member is also a limited liability company.

(b) The limited liability company and its single member were formed and doing business in one or more Ohio municipal corporations for at least five years before January 1, 2004.

(c) Not later than December 31, 2004, the limited liability company and its single member each made an election to be treated as a separate taxpayer under division (L) of ORC 718.01 as that section existed on December 31, 2004.

(d) The limited liability company was not formed for the purpose of evading or reducing Ohio municipal corporation income tax liability of the limited liability company or its single member.

(e) The Ohio municipal corporation that was the primary place of business of the sole member of the limited liability company consented to the election.

(ii) For purposes of division (C)(48)(b)(ii) of this section, a municipal corporation was the primary place of business of a limited liability company if, for the limited liability company's taxable year ending in 2003, its income tax liability was greater in that municipal corporation than in any other municipal corporation in Ohio, and that tax liability to that municipal corporation for its taxable year ending in 2003 was at least \$400,000.

(49) **"Taxpayers' rights and responsibilities"** means the rights provided to taxpayers in Sections 190.09, 190.12, 190.13, 190.19(B), 190.20, 190.21, and Sections 5717.011 and 5717.03 of the ORC, and the responsibilities of taxpayers to file, report, withhold, remit, and pay municipal income tax and otherwise comply with Chapter 718. of the ORC and resolutions, ordinances, and rules and regulations adopted by the City for the imposition and administration of a municipal income tax.

(50) **"Video lottery terminal"** has the same meaning as in Section 3770.21 of the ORC.

(51) **"Video lottery terminal sales agent"** means a lottery sales agent licensed under Chapter 3770. of the ORC to conduct video lottery terminals on behalf of the state pursuant to Section 3770.21 of the ORC.

SECTION 190.03 IMPOSITION OF TAX.

The income tax levied by the City at a rate of one and one-half percent (1.5%) is levied on the Municipal Taxable Income of every person residing in and/or earning and/or receiving income in the City,

Individuals.

(A) For residents of the City, the income tax levied herein shall be on all income, salaries, qualifying wages, commissions, and other compensation from whatever source earned or received by the resident, including the resident's distributive share of the net profit of pass-through entities owned directly or indirectly by the resident and any net profit of the resident. This is further detailed in the definition of income (Section 190.02(C)(16)).

(B) For nonresidents, all income, salaries, qualifying wages, commissions, and other compensation from whatever source earned or received by the nonresident for work done, services performed or rendered, or activities conducted in the municipal corporation, including any net profit of the nonresident, but excluding the nonresident's distributive share of the net profit or loss of only pass-through entities owned directly or indirectly by the nonresident.

(C) For residents and nonresidents, income can be reduced to "Municipal Taxable Income" as defined in Section 190.02(C)(21). Exemptions which may apply are specified in Section 190.02(C)(12).

Refundable credit for Nonqualified Deferred Compensation Plan.

(D)(1) As used in this division:

(a) "Nonqualified deferred compensation plan" means a compensation plan described in Section 3121(v)(2)(C) of the Internal Revenue Code.

(b) "Qualifying loss" means the amount of compensation attributable to a taxpayer's nonqualified deferred compensation plan, less the receipt of money and property attributable to distributions from the nonqualified deferred compensation plan. Full loss is sustained if no distribution of money and property is made by the nonqualified deferred compensation plan. The taxpayer sustains a qualifying loss only in the taxable year in which the taxpayer receives the final distribution of money and property pursuant to that nonqualified deferred compensation plan.

(c)(i) "Qualifying tax rate" means the applicable tax rate for the taxable year for the which the taxpayer paid income tax to the City with respect to any portion of the total amount of compensation the payment of which is deferred pursuant to a nonqualified deferred compensation plan.

(ii) If different tax rates applied for different taxable years, then the "qualifying tax rate" is a weighted average of those different tax rates. The weighted average shall be based upon the tax paid to the City each year with respect to the nonqualified deferred compensation plan.

(d) "Refundable credit" means the amount of the City income tax that was paid on the non-distributed portion, if any, of a nonqualified deferred compensation plan.

(2) If, in addition to the City, a taxpayer has paid tax to other municipal corporations with respect to the nonqualified deferred compensation plan, the amount of the credit that a taxpayer may claim from each municipal corporation shall be calculated on the basis of each municipal corporation's proportionate share of the total municipal corporation income tax paid by the taxpayer to all municipal corporations with respect to the nonqualified deferred compensation plan.

(3) In no case shall the amount of the credit allowed under this section exceed the cumulative income tax that a taxpayer has paid to the City for all taxable years with respect to the nonqualified deferred compensation plan.

(4) The credit allowed under this division is allowed only to the extent the taxpayer's qualifying loss is attributable to:

(a) The insolvency or bankruptcy of the employer who had established the nonqualified deferred compensation plan; or

(b) The employee's failure or inability to satisfy all of the employer's terms and conditions necessary to receive the nonqualified deferred compensation.

Domicile.

(E)(1)(a) An individual is presumed to be domiciled in the City for all or part of a taxable year if the individual was domiciled in the City on the last day of the immediately preceding taxable year or if the Tax Administrator reasonably concludes that the individual is domiciled in the City for all or part of the taxable year.

(b) An individual may rebut the presumption of domicile described in division (E)(1)(a) of this section if the individual establishes by a preponderance of the evidence that the individual was not domiciled in the City for all or part of the taxable year.

(2) For the purpose of determining whether an individual is domiciled in the City for all or part of a taxable year, factors that may be considered include, but are not limited to, the following:

(a) The individual's domicile in other taxable years;

(b) The location at which the individual is registered to vote;

(c) The address on the individual's driver's license;

(d) The location of real estate for which the individual claimed a property tax exemption or reduction allowed on the basis of the individual's residence or domicile;

(e) The location and value of abodes owned or leased by the individual;

(f) Declarations, written or oral, made by the individual regarding the individual's residency;

(g) The primary location at which the individual is employed.

(h) The location of educational institutions attended by the individual's dependents as defined in Section 152 of the Internal Revenue Code, to the extent that tuition paid to such educational institution is based on the residency of the individual or the individual's spouse in the municipal corporation where the educational institution is located;

(i) The number of contact periods the individual has with the City. For the purposes of this division, an individual has one "contact period" with the City if the individual is away overnight from the individual's abode located outside of the City and while away overnight from that abode spends at least some portion, however minimal, of each of two consecutive days in the City.

(3) All additional applicable factors are provided in the Rules and Regulations.

Businesses.

(F) This division applies to any taxpayer engaged in a business or profession in the City, unless the taxpayer is an individual who resides in the City or the taxpayer is an electric company, combined company, or telephone company that is subject to and required to file reports under Chapter 5745. of the ORC.

(1) Except as otherwise provided in division (F)(2) of this section, net profit from a business or profession conducted both within and without the boundaries of the City shall be considered as having a taxable situs in the City for purposes of municipal income taxation in the same proportion as the average ratio of the following:

(a) The average original cost of the real property and tangible personal property owned or used by the taxpayer in the business or profession in the City during the taxable period to the average original cost of all of the real and tangible personal property owned or used by the taxpayer in the business or profession during the same period, wherever situated.

As used in the preceding paragraph, tangible personal or real property shall include property rented or leased by the taxpayer and the value of such property shall be determined by multiplying the annual rental thereon by eight;

(b) Wages, salaries, and other compensation paid during the taxable period to individuals employed in the business or profession for services performed in the City to wages, salaries, and other compensation paid during the same period to individuals employed in the business or profession, wherever the individual's services are performed, excluding compensation from which taxes are not required to be withheld under Section 190.04(C);

(c) Total gross receipts of the business or profession from sales and rentals made and services performed during the taxable period in the City to total gross receipts of the business or profession during the same period from sales, rentals, and services, wherever made or performed.

(2)(a) If the apportionment factors described in division (F)(1) of this section do not fairly represent the extent of a taxpayer's business activity in the City, the taxpayer may request, or the Tax Administrator of the City may require, that the taxpayer use, with respect to all or any portion of the income of the taxpayer, an alternative apportionment method involving one or more of the following:

- (i) Separate accounting;
- (ii) The exclusion of one or more of the factors;
- (iii) The inclusion of one or more additional factors that would provide for a more fair apportionment of the income of the taxpayer to the municipal corporation;
- (iv) A modification of one or more of the factors.

(b) A taxpayer request to use an alternative apportionment method shall be in writing and shall accompany a tax return, timely filed appeal of an assessment, or timely filed amended tax return. The taxpayer may use the requested alternative method unless the Tax Administrator denies the request in an assessment issued within the period prescribed by Section 190.12(A).

(c) The Tax Administrator may require a taxpayer to use an alternative apportionment method as described in division (F)(2)(a) of this section, but only by issuing an assessment to the taxpayer within the period prescribed by Section 190.12(A).

(d) Nothing in division (F)(2) of this section nullifies or otherwise affects any alternative apportionment arrangement approved by the Tax Administrator or otherwise agreed upon by both the Tax Administrator and taxpayer before January 1, 2016.

(3) As used in division (F)(1)(b) of this section, "wages, salaries, and other compensation" includes only wages, salaries, or other compensation paid to an employee for services performed at any of the following locations:

(a) A location that is owned, controlled, or used by, rented to, or under the possession of one of the following:

- (i) The employer;
- (ii) A vendor, customer, client, or patient of the employer, or a related member of such a vendor, customer, client, or patient;
- (iii) A vendor, customer, client, or patient of a person described in (F)(3)(a)(ii) of this section, or a related member of such a vendor, customer, client, or patient.

(b) Any location at which a trial, appeal, hearing, investigation, inquiry, review, court-martial, or similar administrative, judicial, or legislative matter or proceeding is being conducted, provided that the

compensation is paid for services performed for, or on behalf of, the employer or that the employee's presence at the location directly or indirectly benefits the employer;

(c) Any other location, if the Tax Administrator determines that the employer directed the employee to perform the services at the other location in lieu of a location described in division (F) (3)(a) or (b) of this section solely in order to avoid or reduce the employer's municipal income tax liability. If the Tax Administrator makes such a determination, the employer may dispute the determination by establishing, by a preponderance of the evidence, that the Tax Administrator's determination was unreasonable.

(4) For the purposes of division (F)(1)(c) of this section, receipts from sales and rentals made and services performed shall be situated to a municipal corporation as follows:

(a) Gross receipts from the sale of tangible personal property shall be situated to the municipal corporation in which the sale originated. For the purposes of this division, a sale of property originates in the City if, regardless of where title passes, the property meets any of the following criteria:

(i) The property is shipped to or delivered within the City from a stock of goods located within the City.

(ii) The property is delivered within the City from a location outside the City, provided the taxpayer is regularly engaged through its own employees in the solicitation or promotion of sales within the City and the sales result from such solicitation or promotion.

(iii) The property is shipped from a place within the City to purchasers outside the municipal corporation, provided that the taxpayer is not, through its own employees, regularly engaged in the solicitation or promotion of sales at the place where delivery is made.

(b) Gross receipts from the sale of services shall be situated to the City to the extent that such services are performed in the City.

(c) To the extent included in income, gross receipts from the sale of real property located in the City shall be situated to the City.

(d) To the extent included in income, gross receipts from rents and royalties from real property located in the City shall be situated to the City.

(e) Gross receipts from rents and royalties from tangible personal property shall be situated to the City based upon the extent to which the tangible personal property is used in the City.

(5) The net profit received by an individual taxpayer from the rental of real estate owned directly by the individual, or by a disregarded entity owned by the individual, shall be subject to the City's tax only if the property generating the net profit is located in the City or if the individual taxpayer that receives the net profit is a resident of the City. the City shall allow such taxpayers to elect to use separate accounting for the purpose of calculating net profit situated under this division to the municipal corporation in which the property is located.

(6)(a) Commissions received by a real estate agent or broker relating to the sale, purchase, or lease of real estate shall be situated to the municipal corporation in which the real estate is located. Net profit

reported by the real estate agent or broker shall be allocated to the City, if applicable, based upon the ratio of the commissions the agent or broker received from the sale, purchase, or lease of real estate located in the City to the commissions received from the sale, purchase, or lease of real estate everywhere in the taxable year.

(b) An individual who is a resident of the City shall report the individual's net profit from all real estate activity on the individual's annual tax return for the City. The individual may claim a credit for taxes the individual paid on such net profit to another municipal corporation to the extent that such a credit is allowed under the City's income tax ordinance. (7) When calculating the ratios described in division (F)(1) of this section for the purposes of that division or division (F)(2) of this section, the owner of a disregarded entity shall include in the owner's ratios the property, payroll, and gross receipts of such disregarded entity.

(7) Left intentionally blank.

(8) Left intentionally blank.

SECTION 190.04 COLLECTION AT SOURCE.

Withholding provisions.

(A) Each employer, agent of an employer, or other payer located or doing business in the City shall withhold an income tax from the qualifying wages earned and/or received by each employee in the City. Except for qualifying wages for which withholding is not required under Section 190.03 or division (B)(4) or (6) of this section, the tax shall be withheld at the rate, specified in Section 190.01 of this chapter, of 1.5%. An employer, agent of an employer, or other payer shall deduct and withhold the tax from qualifying wages on the date that the employer, agent, or other payer directly, indirectly, or constructively pays the qualifying wages to, or credits the qualifying wages to the benefit of, the employee.

(B)(1) Except as provided in division (B)(2) of this section, an employer, agent of an employer, or other payer shall remit to the Tax Administrator of the City the greater of the income taxes deducted and withheld or the income taxes required to be deducted and withheld by the employer, agent, or other payer according to the following schedule:

(a) Taxes required to be deducted and withheld shall be remitted monthly to the Tax Administrator if the total taxes deducted and withheld or required to be deducted and withheld by the employer, agent, or other payer on behalf of the City in the preceding calendar year exceeded \$2,399, or if the total amount of taxes deducted and withheld or required to be deducted and withheld on behalf of the City in any month of the preceding calendar quarter exceeded \$200.

Payment under division (B)(1)(a) of this section shall be made so that the payment is received by the Tax Administrator not later than 15 days after the last day of each month for which the tax was withheld.

(b) Any employer, agent of an employer, or other payer not required to make payments under division (B)(1)(a) of this section of taxes required to be deducted and withheld shall make quarterly payments to the Tax Administrator not later than the 15th day of the month following the end of each calendar quarter.

(c) Notwithstanding the provisions of division (B)(1)(a) and (b) of this section, taxes required to be deducted and withheld shall be remitted semi-monthly to the Tax Administrator if the total taxes deducted and withheld or required to be deducted and withheld on behalf of the City in the preceding calendar year exceeded \$11,999, or if in any month of the preceding calendar year exceeded \$1,000. Payment under division (B)(1)(c) of this section shall be made so that the payment is received by the Tax Administrator not later than one of the following: i) if the taxes were deducted and withheld or required to be deducted and withheld during the first fifteen days of a month, the third banking day after the fifteenth day of that month; (ii) if the taxes were deducted and withheld or required to be deducted and withheld after the fifteenth day of a month and before the first day of the immediately following month, the third banking day after the last day of the month.

(2) If the employer, agent of an employer, or other payer is required to make payments electronically for the purpose of paying federal taxes withheld on payments to employees under Section 6302 of the Internal Revenue Code, 26 C.F.R. 31.6302-1, or any other federal statute or regulation, the payment shall be made by electronic funds transfer to the Tax Administrator of all taxes deducted and withheld on behalf of the City. The payment of tax by electronic funds transfer under this division does not affect an employer's, agent's, or other payer's obligation to file any return as required under this section.

(3) An employer, agent of an employer, or other payer shall make and file a return showing the amount of tax withheld by the employer, agent, or other payer from the qualifying wages of each employee and remitted to the Tax Administrator. A return filed by an employer, agent, or other payer under this division shall be accepted by Tax Administrator and the City as the return required of a non-resident employee whose sole income subject to the tax under this chapter is the qualifying wages reported by the employee's employer, agent of an employer, or other payer.

(4) An employer, agent of an employer, or other payer is not required to withhold the City income tax with respect to an individual's disqualifying disposition of an incentive stock option if, at the time of the disqualifying disposition, the individual is not an employee of either the corporation with respect to whose stock the option has been issued or of such corporation's successor entity.

(5)(a) An employee is not relieved from liability for a tax by the failure of the employer, agent of an employer, or other payer to withhold the tax as required under this chapter or by the employer's, agent's, or other payer's exemption from the requirement to withhold the tax.

(b) The failure of an employer, agent of an employer, or other payer to remit to the City the tax withheld relieves the employee from liability for that tax unless the employee colluded with the employer, agent, or other payer in connection with the failure to remit the tax withheld.

(6) Compensation deferred before June 26, 2003, is not subject to a the City income tax or income tax withholding requirement to the extent the deferred compensation does not constitute qualifying wages at the time the deferred compensation is paid or distributed.

(7) Each employer, agent of an employer, or other payer required to withhold taxes is liable for the payment of that amount required to be withheld, whether or not such taxes have been withheld, and such amount shall be deemed to be held in trust for the City until such time as the withheld amount is remitted to the Tax Administrator.

(8) On or before the last day of February of each year, an employer shall file a withholding reconciliation return with the Tax Administrator listing:

(a) The names, addresses, and social security numbers of all employees from whose qualifying wages tax was withheld or should have been withheld for the City during the preceding calendar year;

(b) The amount of tax withheld, if any, from each such employee, the total amount of qualifying wages paid to such employee during the preceding calendar year;

(c) The name of every other municipal corporation for which tax was withheld or should have been withheld from such employee during the preceding calendar year;

(d) Any other information required for federal income tax reporting purposes on Internal Revenue Service form W-2 or its equivalent form with respect to such employee;

(e) Other information as may be required by the Tax Administrator.

(9) The officer or the employee of the employer, agent of an employer, or other payer with control or direct supervision of or charged with the responsibility for withholding the tax or filing the reports and making payments as required by this section, shall be personally liable for a failure to file a report or pay the tax due as required by this section. The dissolution of an employer, agent of an employer, or other payer does not discharge the officer's or employee's liability for a failure of the employer, agent of an employer, or other payer to file returns or pay any tax due.

(10) An employer is required to deduct and withhold the City income tax on tips and gratuities received by the employer's employees and constituting qualifying wages, but only to the extent that the tips and gratuities are under the employer's control. For the purposes of this division, a tip or gratuity is under the employer's control if the tip or gratuity is paid by the customer to the employer for subsequent remittance to the employee, or if the customer pays the tip or gratuity by credit card, debit card, or other electronic means.

(11) The Tax Administrator shall consider any tax withheld by an employer at the request of an employee, when such tax is not otherwise required to be withheld by this chapter, to be tax required to be withheld and remitted for the purposes of this section

Occasional Entrant - Withholding.

(C)(1) As used in this division:

(a) "Employer" includes a person that is a related member to or of an employer.

(b) "Fixed location" means a permanent place of doing business in this state, such as an office, warehouse, storefront, or similar location owned or controlled by an employer.

(c) "Principal place of work" means the fixed location to which an employee is required to report for employment duties on a regular and ordinary basis. If the employee is not required to report for employment duties on a regular and ordinary basis to a fixed location, "principal place of work" means the worksite location in this state to which the employee is required to report for employment duties on a regular and ordinary basis. If the employee is not required to report for employment duties on a regular and ordinary basis to a fixed location or worksite location, "principal place of work" means the location in this state at which the employee spends the greatest number of days in a calendar year performing services for or on behalf of the employee's employer.

If there is not a single municipal corporation in which the employee spent the "greatest number of days in a calendar year" performing services for or on behalf of the employer, but instead there are two or more municipal corporations in which the employee spent an identical number of days that is greater than the number of days the employee spent in any other municipal corporation, the employer shall allocate any of the employee's qualifying wages subject to division (C)(2)(a)(i) of this section among those two or more municipal corporations. The allocation shall be made using any fair and reasonable method, including, but not limited to, an equal allocation among such municipal corporations or an allocation based upon the time spent or sales made by the employee in each such municipal corporation. A municipal corporation to which qualifying wages are allocated under this division shall be the employee's "principal place of work" with respect to those qualifying wages for the purposes of this section.

For the purposes of this division, the location at which an employee spends a particular day shall be determined in accordance with division (C)(2)(b) of this section, except that "location" shall be substituted for "municipal corporation" wherever "municipal corporation" appears in that division.

(d) "Professional athlete" means an athlete who performs services in a professional athletic event for wages or other remuneration.

(e) "Professional entertainer" means a person who performs services in the professional performing arts for wages or other remuneration on a per-event basis.

(f) "Public figure" means a person of prominence who performs services at discrete events, such as speeches, public appearances, or similar events, for wages or other remuneration on a per-event basis.

(g) "Worksite location" means a construction site or other temporary worksite in this state at which the employer provides services for more than 20 days during the calendar year. "Worksite location" does not include the home of an employee.

(2)(a) Subject to divisions (C)(3), (5), (6), and (7) of this section, an employer is not required to withhold the City income tax on qualifying wages paid to an employee for the performance of personal services in the City if the employee performed such services in the City on 20 or fewer days in a calendar year, unless one of the following conditions applies:

(i) The employee's principal place of work is located in the City.

(ii) The employee performed services at one or more presumed worksite locations in the City. For the purposes of this division, "presumed worksite location" means a construction site or other temporary worksite in the City at which the employer provides or provided services that can reasonably be, or would have been, expected by the employer to last more than 20 days in a calendar year. Services can "reasonably be expected by the employer to last more than 20 days" if either of the following applies at the time the services commence:

(a) The nature of the services are such that it will require more than 20 days of the services to complete the services;

(b) The agreement between the employer and its customer to perform services at a location requires the employer to perform the services at the location for more than 20 days.

(iii) The employee is a resident of the City and has requested that the employer withhold tax from the employee's qualifying wages as provided in Section 190.04.

(iv) The employee is a professional athlete, professional entertainer, or public figure, and the qualifying wages are paid for the performance of services in the employee's capacity as a professional athlete, professional entertainer, or public figure.

(b) For the purposes of division (C)(2)(a) of this section, an employee shall be considered to have spent a day performing services in the City only if the employee spent more time performing services for or on behalf of the employer in the City than in any other municipal corporation on that day. For the purposes of determining the amount of time an employee spent in a particular location, the time spent performing one or more of the following activities shall be considered to have been spent at the employee's principal place of work:

(i) Traveling to the location at which the employee will first perform services for the employer for the day;

(ii) Traveling from a location at which the employee was performing services for the employer to any other location;

(iii) Traveling from any location to another location in order to pick up or load, for the purpose of transportation or delivery, property that has been purchased, sold, assembled, fabricated, repaired, refurbished, processed, remanufactured, or improved by the employee's employer;

(iv) Transporting or delivering property described in division (C)(2)(b)(iii) of this section, provided that, upon delivery of the property, the employee does not temporarily or permanently affix the property to real estate owned, used, or controlled by a person other than the employee's employer;

(v) Traveling from the location at which the employee makes the employee's final delivery or pick-up for the day to either the employee's principal place of work or a location at which the employee will not perform services for the employer.

(3) If the principal place of work of an employee is located in another Ohio municipal corporation that imposes an income tax, the exception from withholding requirements described in division (C)(2)(a) of this section shall apply only if, with respect to the employee's qualifying wages described in that division, the employer withholds and remits tax on such qualifying wages to that municipal corporation.

(4)(a) Except as provided in division (C)(4)(b) of this section, if, during a calendar year, the number of days an employee spends performing personal services in the City exceeds the 20-day threshold, the employer shall withhold and remit tax to the City for any subsequent days in that calendar year on which the employer pays qualifying wages to the employee for personal services performed in the City.

(b) An employer required to begin withholding tax for the City under division (C)(4)(a) of this section may elect to withhold tax for the City for the first 20 days on which the employer paid qualifying wages to the employee for personal services performed in the City.

(5) If an employer's fixed location is the City and the employer qualifies as a small employer as defined in Section 190.02, the employer shall withhold municipal income tax on all of the employee's qualifying wages for a taxable year and remit that tax only to the City, regardless of the number of days which the employee worked outside the corporate boundaries of the City.

To determine whether an employer qualifies as a small employer for a taxable year, a the employer will be required to provide the Tax Administrator with the employer's federal income tax return for the preceding taxable year.

(6) Divisions (C)(2)(a) and (4) of this section shall not apply to the extent that a Tax Administrator and an employer enter into an agreement regarding the manner in which the employer shall comply with the requirements of Section 190.04.

SECTION 190.05 ANNUAL RETURN; FILING.

(A) An annual City income tax return shall be completed and filed by every individual taxpayer eighteen (18) years of age or older and any taxpayer that is not an individual for each taxable year for which the taxpayer is subject to the tax, whether or not a tax is due thereon.

(1) The Tax Administrator may accept on behalf of all nonresident individual taxpayers a return filed by an employer, agent of an employer, or other payer under Section 190.05 of this Chapter when the nonresident individual taxpayer's sole income subject to the tax is the qualifying wages reported by the employer, agent of an employer, or other payer, and no additional tax is due the City.

(2) Retirees having no Municipal Taxable Income for the City income tax purposes may file with the Tax Administrator a written exemption from these filing requirements on a form prescribed by the Tax Administrator. The written exemption shall indicate the date of retirement and the entity from which retired. The exemption shall be in effect until such time as the retiree receives Municipal Taxable Income taxable to the City, at which time the retiree shall be required to comply with all applicable provisions of this chapter.

(B) If an individual is deceased, any return or notice required of that individual shall be completed and filed by that decedent's executor, administrator, or other person charged with the property of that decedent.

(C) If an individual is unable to complete and file a return or notice required by the City, the return or notice required of that individual shall be completed and filed by the individual's duly authorized agent, guardian, conservator, fiduciary, or other person charged with the care of the person or property of that individual.

(D) Returns or notices required of an estate or a trust shall be completed and filed by the fiduciary of the estate or trust.

(E) The City shall permit spouses to file a joint return.

(F)(1) Each return required to be filed under this division shall contain the signature of the taxpayer or the taxpayer's duly authorized agent and of the person who prepared the return for the taxpayer. The return shall include the taxpayer's social security number or taxpayer identification number. Each return shall be verified by a declaration under penalty of perjury.

(2) The Tax Administrator shall require a taxpayer who is an individual to include, with each annual return, and amended return, copies of the following documents: all of the taxpayer's Internal Revenue

Service form W-2, "Wage and Tax Statements," including all information reported on the taxpayer's federal W-2, as well as taxable wages reported or withheld for any municipal corporation; the taxpayer's Internal Revenue Service form 1040; and, with respect to an amended tax return, any other documentation necessary to support the adjustments made in the amended return. An individual taxpayer who files the annual return required by this section electronically is not required to provide paper copies of any of the foregoing to the Tax Administrator unless the Tax Administrator requests such copies after the return has been filed.

(3) The Tax Administrator may require a taxpayer that is not an individual to include, with each annual net profit return, amended net profit return, or request for refund required under this section, copies of only the following documents: the taxpayer's Internal Revenue Service form 1041, form 1065, form 1120, form 1120-REIT, form 1120F, or form 1120S, and, with respect to an amended tax return or refund request, any other documentation necessary to support the refund request or the adjustments made in the amended return.

A taxpayer that is not an individual and that files an annual net profit return electronically through the Ohio Business Gateway or in some other manner shall either mail the documents required under this division to the Tax Administrator at the time of filing or, if electronic submission is available, submit the documents electronically through the Ohio Business Gateway.

(4) After a taxpayer files a tax return, the Tax Administrator may request, and the taxpayer shall provide, any information, statements, or documents required by the City to determine and verify the taxpayer's municipal income tax liability. The requirements imposed under division (F) of this section apply regardless of whether the taxpayer files on a generic form or on a form prescribed by the Tax Administrator.

(G)(1)(a) Except as otherwise provided in this chapter, each individual income return required to be filed under this section shall be completed and filed as required by the Tax Administrator on or before the date prescribed for the filing of state individual income tax returns under division (G) of Section 5747.08 of the ORC. The taxpayer shall complete and file the return or notice on forms prescribed by the Tax Administrator or on generic forms, together with remittance made payable to the City. No remittance is required if the net amount due is ten dollars or less.

(b) Except as otherwise provided in this chapter, each annual net profit return required to be filed under this section by a taxpayer that is not an individual shall be completed and filed as required by the Tax Administrator on or before the fifteenth day of the fourth month following the end of the taxpayer's taxable year. The taxpayer shall complete and file the return or notice on forms prescribed by the Tax Administrator or on generic forms, together with remittance made payable to the City. No remittance is required if the net amount due is ten dollars or less.

(2) Any taxpayer that has duly requested an automatic six-month extension for filing the taxpayer's federal income tax return shall automatically receive an extension for the filing of the City's income tax return. The extended due date of the City's income tax return shall be the 15th day of the tenth month after the last day of the taxable year to which the return relates. An extension of time to file under this division is not an extension of the time to pay any tax due unless the Tax Administrator grants an extension of that date.

(a) A copy of the federal extension request shall be included with the filing of the City's income tax return.

(b) A taxpayer that has not requested or received a six-month extension for filing the taxpayer's federal income tax return may request that the Tax Administrator grant the taxpayer a six-month extension of the date for filing the taxpayer's the City income tax return. If the request is received by the Tax Administrator on or before the date the City income tax return is due, the Tax Administrator shall grant the taxpayer's requested extension.

(3) If the tax commissioner extends for all taxpayers the date for filing state income tax returns under division (G) of Section 5747.08 of the ORC, a taxpayer shall automatically receive an extension for the filing of a the City's income tax return. The extended due date of the City's income tax return shall be the same as the extended due date of the state income tax return.

(4) If the Tax Administrator considers it necessary in order to ensure the payment of the tax imposed by the City, the Tax Administrator may require taxpayers to file returns and make payments otherwise than as provided in this division, including taxpayers not otherwise required to file annual returns.

(5) To the extent that any provision in this division (G) of this section conflicts with any provision in divisions (N), (O), (P), or (Q) of this section, the provisions in divisions (N), (O), (P), or (Q) prevail.

(H)(1) For taxable years beginning after 2015, the City shall not require a taxpayer to remit tax with respect to net profits if the net amount due is ten dollars or less.

(2) Any taxpayer not required to remit tax to the City for a taxable year pursuant to division (H)(1) of this section shall file with the City an annual net profit return under division (F)(3) of this section.

(I) If a payment is required to be made by electronic funds transfer, the payment is considered to be made when the payment is credited to an account designated by the Tax Administrator for the receipt of tax payments, except that, when a payment made by electronic funds transfer is delayed due to circumstances not under the control of the taxpayer, the payment is considered to be made when the taxpayer submitted the payment. This division shall not apply to payments required to be made under division (B)(1)(a) of Section 190.04 or provisions for semi-monthly withholding.

(J) Taxes withheld for the City by an employer, the agent of an employer, or other payer as described in Section 190.04 shall be allowed to the taxpayer as credits against payment of the tax imposed on the taxpayer by the City, unless the amounts withheld were not remitted to the City and the recipient colluded with the employer, agent, or other payer in connection with the failure to remit the amounts withheld.

(K) Each return required by the City to be filed in accordance with this division shall include a box that the taxpayer may check to authorize another person, including a tax return preparer who prepared the return, to communicate with the Tax Administrator about matters pertaining to the return.

(L) The Tax Administrator shall accept for filing a generic form of any income tax return, report, or document required by the City, provided that the generic form, once completed and filed, contains all of the information required by ordinance, resolution, or rules and regulations adopted by the City or the Tax Administrator, and provided that the taxpayer or tax return preparer filing the generic form otherwise complies with the provisions of this chapter and of the City's ordinance, resolution, or rules and regulations governing the filing of returns, reports, or documents.

Filing via Ohio Business Gateway.

(M)(1) Any taxpayer subject to municipal income taxation with respect to the taxpayer's net profit from a business or profession may file the City's income tax return, estimated municipal income tax return, or extension for filing a municipal income tax return, and may make payment of amounts shown to be due on such returns, by using the Ohio Business Gateway.

(2) Any employer, agent of an employer, or other payer may report the amount of municipal income tax withheld from qualifying wages, and may make remittance of such amounts, by using the Ohio Business Gateway.

(3) Nothing in this section affects the due dates for filing employer withholding tax returns.

Extension for service in or for the armed forces.

(N) Each member of the national guard of any state and each member of a reserve component of the armed forces of the United States called to active duty pursuant to an executive order issued by the president of the United States or an act of the congress of the United States, and each civilian serving as support personnel in a combat zone or contingency operation in support of the armed forces, may apply to the Tax Administrator of the City for both an extension of time for filing of the return and an extension of time for payment of taxes required by the City during the period of the member's or civilian's duty service, and for 180 days thereafter. The application shall be filed on or before the one hundred eightieth day after the member's or civilian's duty terminates. An applicant shall provide such evidence as the Tax Administrator considers necessary to demonstrate eligibility for the extension.

(O)(1) If the Tax Administrator ascertains that an applicant is qualified for an extension under this section, the Tax Administrator shall enter into a contract with the applicant for the payment of the tax in installments that begin on the 181st day after the applicant's active duty or service terminates. The Tax Administrator may prescribe such contract terms as the Tax Administrator considers appropriate. However, taxes pursuant to a contract entered into under this division are not delinquent, and the Tax Administrator shall not require any payments of penalties or interest in connection with those taxes for the extension period.

(2) If the Tax Administrator determines that an applicant is qualified for an extension under this section, the applicant shall neither be required to file any return, report, or other tax document nor be required to pay any tax otherwise due to the municipal corporation before the 181st day after the applicant's active duty or service terminates.

(3) Taxes paid pursuant to a contract entered into under (O)(1) of this division are not delinquent. The Tax Administrator shall not require any payments of penalties or interest in connection with those taxes for the extension period.

(P)(1) Nothing in this division denies to any person described in this division the application of divisions (N) and (O) of this section.

(2)(a) A qualifying taxpayer who is eligible for an extension under the Internal Revenue Code shall receive both an extension of time in which to file any return, report, or other tax document and an extension of time in which to make any payment of taxes required by a municipal corporation in accordance with this chapter. The length of any extension granted under division (P)(2)(a) of this section shall be equal to the length of the corresponding extension that the taxpayer receives under the Internal Revenue Code. As used in this division, "qualifying taxpayer" means a member of the national guard or a member of a reserve component of the armed forces of the United States called to active duty pursuant to

either an executive order issued by the president of the United States or an act of the congress of the United States, or a civilian serving as support personnel in a combat zone or contingency operation in support of the armed forces.

(b) Taxes whose payment is extended in accordance with division (P)(2)(a) of this section are not delinquent during the extension period. Such taxes become delinquent on the first day after the expiration of the extension period if the taxes are not paid prior to that date. The Tax Administrator shall not require any payment of penalties or interest in connection with those taxes for the extension period. The Tax Administrator shall not include any period of extension granted under division (C)(2)(a) of this section in calculating the penalty or interest due on any unpaid tax.

(Q) For each taxable year to which division (N), (O), or (P) of this section applies to a taxpayer, the provisions of divisions (O)(2) and (3) of this section, as applicable, apply to the spouse of that taxpayer if the filing status of the spouse and the taxpayer is married filing jointly for that year.

Consolidated municipal income tax return.

(R) As used in this section:

(1) "Affiliated group of corporations" means an affiliated group as defined in Section 1504 of the Internal Revenue Code, except that, if such a group includes at least one incumbent local exchange carrier that is primarily engaged in the business of providing local exchange telephone service in this state, the affiliated group shall not include any incumbent local exchange carrier that would otherwise be included in the group.

(2) "Consolidated federal income tax return" means a consolidated return filed for federal income tax purposes pursuant to Section 1501 of the Internal Revenue Code.

(3) "Consolidated federal taxable income" means the consolidated taxable income of an affiliated group of corporations, as computed for the purposes of filing a consolidated federal income tax return, before consideration of net operating losses or special deductions. "Consolidated federal taxable income" does not include income or loss of an incumbent local exchange carrier that is excluded from the affiliated group under division (R)(1) of this section.

(4) "Incumbent local exchange carrier" has the same meaning as in Section 4927.01 of the ORC.

(5) "Local exchange telephone service" has the same meaning as in Section 5727.01 of the ORC.

(S)(1) For taxable years beginning on or after January 1, 2016, a taxpayer that is a member of an affiliated group of corporations may elect to file a consolidated municipal income tax return for a taxable year if at least one member of the affiliated group of corporations is subject to the City's income tax in that taxable year, and if the affiliated group of corporations filed a consolidated federal income tax return with respect to that taxable year. The election is binding for a five-year period beginning with the first taxable year of the initial election unless a change in the reporting method is required under federal law. The election continues to be binding for each subsequent five-year period unless the taxpayer elects to discontinue filing consolidated municipal income tax returns under division (S)(2) of this section or a taxpayer receives permission from the Tax Administrator. The Tax Administrator shall approve such a request for good cause shown.

(2) An election to discontinue filing consolidated municipal income tax returns under this section must be made in the first year following the last year of a five-year consolidated municipal income tax return election period in effect under division (S)(1) of this section. The election to discontinue filing a consolidated municipal income tax return is binding for a five-year period beginning with the first taxable year of the election.

(3) An election made under division (S)(1) or (2) of this section is binding on all members of the affiliated group of corporations subject to a municipal income tax.

(T) A taxpayer that is a member of an affiliated group of corporations that filed a consolidated federal income tax return for a taxable year shall file a consolidated City income tax return for that taxable year if the Tax Administrator determines, by a preponderance of the evidence, that intercompany transactions have not been conducted at arm's length and that there has been a distortive shifting of income or expenses with regard to allocation of net profits to the City. A taxpayer that is required to file a consolidated City income tax return for a taxable year shall file a consolidated City income tax return for all subsequent taxable years, unless the taxpayer requests and receives written permission from the Tax Administrator to file a separate return or a taxpayer has experienced a change in circumstances.

(U) A taxpayer shall prepare a consolidated City income tax return in the same manner as is required under the United States department of treasury regulations that prescribe procedures for the preparation of the consolidated federal income tax return required to be filed by the common parent of the affiliated group of which the taxpayer is a member.

(V)(1) Except as otherwise provided in divisions (V)(2), (3), and (4) of this section, corporations that file a consolidated municipal income tax return shall compute adjusted federal taxable income, as defined in Section 190.02, by substituting "consolidated federal taxable income" for "federal taxable income" wherever "federal taxable income" appears in that division and by substituting "an affiliated group of corporation's" for "a C corporation's" wherever "a C corporation's" appears in that division.

(2) No corporation filing a consolidated City income tax return shall make any adjustment otherwise required under Section 190.02(C)(1) to the extent that the item of income or deduction otherwise subject to the adjustment has been eliminated or consolidated in the computation of consolidated federal taxable income.

(3) If the net profit or loss of a pass-through entity having at least eighty percent (80%) of the value of its ownership interest owned or controlled, directly or indirectly, by an affiliated group of corporations is included in that affiliated group's consolidated federal taxable income for a taxable year, the corporation filing a consolidated City income tax return shall do one of the following with respect to that pass-through entity's net profit or loss for that taxable year:

(a) Exclude the pass-through entity's net profit or loss from the consolidated federal taxable income of the affiliated group and, for the purpose of making the computations required in divisions (R) through (Y) of Section 190.05, exclude the property, payroll, and gross receipts of the pass-through entity in the computation of the affiliated group's net profit situated to the City. If the entity's net profit or loss is so excluded, the entity shall be subject to taxation as a separate taxpayer on the basis of the entity's net profits that would otherwise be included in the consolidated federal taxable income of the affiliated group.

(b) Include the pass-through entity's net profit or loss in the consolidated federal taxable income of the affiliated group and, for the purpose of making the computations required in divisions (R) through (Y) of Section 190.05, include the property, payroll, and gross receipts of the pass-through entity in the

computation of the affiliated group's net profit situated to the City. If the entity's net profit or loss is so included, the entity shall not be subject to taxation as a separate taxpayer on the basis of the entity's net profits that are included in the consolidated federal taxable income of the affiliated group.

(4) If the net profit or loss of a pass-through entity having less than eighty percent of the value of its ownership interest owned or controlled, directly or indirectly, by an affiliated group of corporations is included in that affiliated group's consolidated federal taxable income for a taxable year, all of the following shall apply:

(a) The corporation filing the consolidated municipal income tax return shall exclude the pass-through entity's net profit or loss from the consolidated federal taxable income of the affiliated group and, for the purposes of making the computations required in divisions (R) through (Y) of Section 190.05, exclude the property, payroll, and gross receipts of the pass-through entity in the computation of the affiliated group's net profit situated to the City;

(b) The pass-through entity shall be subject to the City income taxation as a separate taxpayer in accordance with this chapter on the basis of the entity's net profits that would otherwise be included in the consolidated federal taxable income of the affiliated group.

(W) Corporations filing a consolidated City income tax return shall make the computations required under divisions (R) through (Y) of Section 190.05 by substituting "consolidated federal taxable income attributable to" for "net profit from" wherever "net profit from" appears in that section and by substituting "affiliated group of corporations" for "taxpayer" wherever "taxpayer" appears in that section.

(X) Each corporation filing a consolidated City income tax return is jointly and severally liable for any tax, interest, penalties, fines, charges, or other amounts imposed by the City in accordance with this chapter on the corporation, an affiliated group of which the corporation is a member for any portion of the taxable year, or any one or more members of such an affiliated group.

(Y) Corporations and their affiliates that made an election or entered into an agreement with the City before January 1, 2016, to file a consolidated or combined tax return with the City may continue to file consolidated or combined tax returns in accordance with such election or agreement for taxable years beginning on and after January 1, 2016.

SECTION 190.06 CREDIT FOR TAX PAID TO OTHER MUNICIPALITIES.

(A) Every individual taxpayer domiciled in the City who is required to and does pay, or has acknowledged liability for, a municipal tax to another municipality on or measured by the same income, qualifying wages, commissions, net profits or other compensation taxable under this chapter may claim a nonrefundable credit upon satisfactory evidence of the tax paid to the other municipality. Subject to division (C) of this section, the credit shall not exceed the tax due the City under this chapter.

(B) The City shall grant a credit against its tax on income to a resident of the City who works in a joint economic development zone created under Section 715.691 or a joint economic development district created under Section 715.70, 715.71, or 715.72 of the ORC to the same extent that it grants a credit against its tax on income to its residents who are employed in another municipal corporation.

(C) If the amount of tax withheld or paid to the other municipality is less than the amount of tax required to be withheld or paid to the other municipality, then for purposes of division (A) of this section, "the income, qualifying wages, commissions, net profits or other compensation" subject to tax in the other municipality shall be limited to the amount computed by dividing the tax withheld or paid to the other municipality by the tax rate for that municipality.

(D) The City shall grant a credit against its tax on income to a resident of the City, who works in a county that imposes an income tax, to the same extent that it grants a credit against its tax on income to its residents who are employed in a municipal corporation.]

SECTION 190.07 ESTIMATED TAXES.

(A) As used in this section:

(1) "Estimated taxes" means the amount that the taxpayer reasonably estimates to be the taxpayer's tax liability for the City's income tax for the current taxable year.

(2) "Tax liability" means the total taxes due to the City for the taxable year, after allowing any credit to which the taxpayer is entitled, and after applying any estimated tax payment, withholding payment, or credit from another taxable year.

(B)(1) Every taxpayer shall make a declaration of estimated taxes for the current taxable year, on the form prescribed by the Tax Administrator, if the amount payable as estimated taxes is at least \$200. For the purposes of this section:

(a) Taxes withheld for the City from qualifying wages shall be considered as paid to the City in equal amounts on each payment date unless the taxpayer establishes the dates on which all amounts were actually withheld, in which case they shall be considered as paid on the dates on which the amounts were actually withheld.

(b) An overpayment of tax applied as a credit to a subsequent taxable year is deemed to be paid on the date of the postmark stamped on the cover in which the payment is mailed or, if the payment is made by electronic funds transfer, the date the payment is submitted. As used in this division, "date of the postmark" means, in the event there is more than one date on the cover, the earliest date imprinted on the cover by the postal service.

(2) Taxpayers filing joint returns shall file joint declarations of estimated taxes. A taxpayer may amend a declaration under rules prescribed by the Tax Administrator. A taxpayer having a taxable year of less than twelve months shall make a declaration under rules prescribed by the Tax Administrator.

(3) The declaration of estimated taxes shall be filed on or before the date prescribed for the filing of municipal income tax returns under division (G) of Section 190.05 or on or before the fifteenth (15th) day of the fourth month after the taxpayer becomes subject to tax for the first time.

(4) Taxpayers reporting on a fiscal year basis shall file a declaration on or before the fifteenth (15th) day of the fourth month after the beginning of each fiscal year or period.

(5) The original declaration or any subsequent amendment may be increased or decreased on or before any subsequent quarterly payment day as provided in this section.

(C)(1) The required portion of the tax liability for the taxable year that shall be paid through estimated taxes made payable to the City, including the application of tax refunds to estimated taxes and withholding on or before the applicable payment date, shall be as follows:

(a) On or before the fifteenth (15th) day of the fourth month after the beginning of the taxable year, twenty-two and one-half (22.5) percent of the tax liability for the taxable year;

(b) On or before the fifteenth (15th) day of the sixth month after the beginning of the taxable year, forty-five (45) percent of the tax liability for the taxable year;

(c) On or before the fifteenth (15th) day of the ninth month after the beginning of the taxable year, sixty-seven and one-half (67.5) percent of the tax liability for the taxable year;

(d) On or before the fifteenth (15th) day of the twelfth month of the taxable year, ninety percent (90%) of the tax liability for the taxable year.

(2) When an amended declaration has been filed, the unpaid balance shown due on the amended declaration shall be paid in equal installments on or before the remaining payment dates.

(3) On or before the fifteenth (15th) day of the fourth month of the year following that for which the declaration or amended declaration was filed, an annual return shall be filed and any balance which may be due shall be paid with the return in accordance with Section 718.05.

(D)(1) In the case of any underpayment of any portion of a tax liability, penalty and interest may be imposed pursuant to Section 190.18 upon the amount of underpayment for the period of underpayment, unless the underpayment is due to reasonable cause as described in division (E) of this section. The amount of the underpayment shall be determined as follows:

(a) For the first payment of estimated taxes each year, twenty-two and one-half percent (22.5%) of the tax liability, less the amount of taxes paid by the date prescribed for that payment;

(b) For the second payment of estimated taxes each year, forty-five percent (45%) of the tax liability, less the amount of taxes paid by the date prescribed for that payment;

(c) For the third payment of estimated taxes each year, sixty-seven and one-half percent (67.5%) of the tax liability, less the amount of taxes paid by the date prescribed for that payment;

(d) For the fourth payment of estimated taxes each year, ninety percent (90%) of the tax liability, less the amount of taxes paid by the date prescribed for that payment.

(2) The period of the underpayment shall run from the day the estimated payment was required to be made to the date on which the payment is made. For purposes of this section, a payment of estimated taxes on or before any payment date shall be considered a payment of any previous underpayment only to the extent the payment of estimated taxes exceeds the amount of the payment presently required to be paid to avoid any penalty.

(E) An underpayment of any portion of tax liability determined under division (D) of this section shall be due to reasonable cause and the penalty imposed by this section shall not be added to the taxes for the taxable year if any of the following apply:

(1) The amount of estimated taxes that were paid equals at least ninety percent (90%) of the tax liability for the current taxable year, determined by annualizing the income received during the year up to the end of the month immediately preceding the month in which the payment is due.

(2) The amount of estimated taxes that were paid equals at least one hundred percent of the tax liability shown on the return of the taxpayer for the preceding taxable year, provided that the immediately preceding taxable year reflected a period of twelve months and the taxpayer filed a return with the City under Section 190.05 for that year.

(3) The taxpayer is an individual who resides in the City but was not domiciled there on the first day of January of the calendar year that includes the first day of the taxable year.

SECTION 190.08 ROUNDING OF AMOUNTS.

A person may round to the nearest whole dollar all amounts the person is required to enter on any return, report, voucher, or other document required under this chapter. Any fractional part of a dollar that equals or exceeds fifty cents shall be rounded to the next whole dollar, and any fractional part of a dollar that is less than fifty cents shall be dropped. If a person chooses to round amounts entered on a document, the person shall round all amounts entered on the document.

SECTION 190.09 REQUESTS FOR REFUNDS.

(A) As used in this section, "withholding tax" has the same meaning as in Section 190.18.

(B) Upon receipt of a request for a refund, the Tax Administrator, in accordance with this section, shall refund to employers, agents of employers, other payers, or taxpayers, with respect to any income or withholding tax levied by the municipal corporation:

(1) Overpayments of more than ten dollars or more;

(2) Amounts paid erroneously if the refund requested exceeds ten dollars or more.

(C)(1) Except as otherwise provided in this chapter, requests for refund shall be filed with the Tax Administrator, on the form prescribed by the Tax Administrator within three years after the tax was due or paid, whichever is later. The Tax Administrator may require the requestor to file with the request any documentation that substantiates the requestor's claim for a refund.

(2) On filing of the refund request, the Tax Administrator shall determine the amount of refund due and certify such amount to the appropriate municipal corporation official for payment. Except as provided in division (C)(3) of this section, the administrator shall issue an assessment to any taxpayer whose

request for refund is fully or partially denied. The assessment shall state the amount of the refund that was denied, the reasons for the denial, and instructions for appealing the assessment.

(3) If a Tax Administrator denies in whole or in part a refund request included within the taxpayer's originally filed annual income tax return, the Tax Administrator shall notify the taxpayer, in writing, of the amount of the refund that was denied, the reasons for the denial, and instructions for requesting an assessment that may be appealed under Section 190.21.

(D) A request for a refund that is received after the last day for filing specified in division (C) of this section shall be considered to have been filed in a timely manner if any of the following situations exist:

(1) The request is delivered by the postal service, and the earliest postal service postmark on the cover in which the request is enclosed is not later than the last day for filing the request.

(2) The request is delivered by the postal service, the only postmark on the cover in which the request is enclosed was affixed by a private postal meter, the date of that postmark is not later than the last day for filing the request, and the request is received within seven days of such last day.

(3) The request is delivered by the postal service, no postmark date was affixed to the cover in which the request is enclosed or the date of the postmark so affixed is not legible, and the request is received within seven days of the last day for making the request.

(E) Interest shall be allowed and paid on any overpayment by a taxpayer of any municipal income tax obligation from the date of the overpayment until the date of the refund of the overpayment, except that if any overpayment is refunded within 90 days after the final filing date of the annual return or 90 days after the completed return is filed, whichever is later, no interest shall be allowed on the refund. For the purpose of computing the payment of interest on amounts overpaid, no amount of tax for any taxable year shall be considered to have been paid before the date on which the return on which the tax is reported is due, without regard to any extension of time for filing that return. Interest shall be paid at the interest rate described in Section 190.18(A)(4).

SECTION 190.10 SECOND MUNICIPALITY IMPOSING TAX AFTER TIME PERIOD ALLOWED FOR REFUND.

(A) Income tax that has been deposited with the City, but should have been deposited with another municipality, is allowable by the City as a refund but is subject to the three-year limitation on refunds.

(B) Income tax that was deposited with another municipality but should have been deposited with the City is subject to recovery by the City. If the City's tax on that income is imposed after the time period allowed for a refund of the tax or withholding paid to the other municipality, the City shall allow a nonrefundable credit against the tax or withholding the City claims is due with respect to such income or wages, equal to the tax or withholding paid to the first municipality with respect to such income or wages.

(C) If the City's tax rate is less than the tax rate in the other municipality, then the nonrefundable credit shall be calculated using the City's tax rate. However, if the City's tax rate is greater than the tax rate in the other municipality, the tax due in excess of the nonrefundable credit is to be paid to the City, along with any penalty and interest that accrued during the period of nonpayment.

(D) Nothing in this section permits any credit carryforward.

SECTION 190.11 AMENDED RETURNS.

(A)(1) If a taxpayer's tax liability shown on the annual tax return for the City changes as a result of an adjustment to the taxpayer's federal or state income tax return, the taxpayer shall file an amended return with the City. The amended return shall be filed on a form required by the Tax Administrator.

(2) If a taxpayer intends to file an amended consolidated municipal income tax return, or to amend its type of return from a separate return to a consolidated return, based on the taxpayer's consolidated federal income tax return, the taxpayer shall notify the Tax Administrator before filing the amended return.

(B)(1) In the case of an underpayment, the amended return shall be accompanied by payment of any combined additional tax due, together with any penalty and interest thereon. If the combined tax shown to be due is ten dollars or less, no payment need be made. The amended return shall reopen those facts, figures, computations, or attachments from a previously filed return that are not affected, either directly or indirectly, by the adjustment to the taxpayer's federal or state income tax return only:

(i) to determine the amount of tax that would be due if all facts, figures, computations, and attachments were reopened; or,

(ii) if the applicable statute of limitations for civil actions or prosecutions under Section 12 has not expired for a previously filed return.

(2) The additional tax to be paid shall not exceed the amount of tax that would be due if all facts, figures, computations, and attachments were reopened; i.e., the payment shall be the lesser of the two amounts.

(C)(1) In the case of an overpayment, a request for refund may be filed under this division within the period prescribed by division (E) of Section 12 for filing the amended return, even if it is filed beyond the period prescribed in that division if it otherwise conforms to the requirements of that division. If the amount of the refund is less than ten dollars, no refund need be paid by the City. A request filed under this division shall claim refund of overpayments resulting from alterations only to those facts, figures, computations, or attachments required in the taxpayer's annual return that are affected, either directly or indirectly, by the adjustment to the taxpayer's federal or state income tax return, unless it is also filed within the time prescribed in Section 9.

(2) The amount to be refunded shall not exceed the amount of refund that would be due if all facts, figures, computations, and attachments were reopened. All facts, figures, computations, and attachments may be reopened to determine the refund amount due by inclusion of all facts, figures, computations, and attachments.

(D) Within 60 days after the final determination of any federal or state tax liability affecting the taxpayer's City's tax liability, that taxpayer shall make and file an amended City return showing income subject to City income tax based upon such final determination of federal or state tax liability. The taxpayer shall pay any additional City income tax shown due thereon or make a claim for refund of any overpayment, unless the tax or overpayment is less than ten dollars.

SECTION 190.12 LIMITATIONS.

(A)(1)(a) Civil actions to recover municipal income taxes and penalties and interest on municipal income taxes shall be brought within the later of:

- (i) Three years after the tax was due or the return was filed, whichever is later; or
- (ii) One year after the conclusion of the qualifying deferral period, if any.

(b) The time limit described in division (A)(1)(a) of this section may be extended at any time if both the Tax Administrator and the employer, agent of the employer, other payer, or taxpayer consent in writing to the extension. Any extension shall also extend for the same period of time the time limit described in division (C) of this section.

(2) As used in this section, "qualifying deferral period" means a period of time beginning and ending as follows:

(a) Beginning on the date a person who is aggrieved by an assessment files with the Board of Tax Review the request described in Section 190.21. That date shall not be affected by any subsequent decision, finding, or holding by any administrative body or court that the Board of Tax Review did not have jurisdiction to affirm, reverse, or modify the assessment or any part of that assessment.

(b) Ending the later of the sixtieth day after the date on which the final determination of the Board of Tax Review becomes final or, if any party appeals from the determination of the local board of Tax Review, the sixtieth day after the date on which the final determination of the Board of Tax Review is either ultimately affirmed in whole or in part or ultimately reversed and no further appeal of either that affirmation, in whole or in part, or that reversal is available or taken.

(B) Prosecutions for an offense made punishable under a resolution or ordinance imposing an income tax shall be commenced within three years after the commission of the offense, provided that in the case of fraud, failure to file a return, or the omission of twenty-five percent (25%) or more of income required to be reported, prosecutions may be commenced within six years after the commission of the offense.

(C) A claim for a refund of municipal income taxes shall be brought within the time limitation provided in Section 9.

(D)(1) Notwithstanding the fact that an appeal is pending, the petitioner may pay all or a portion of the assessment that is the subject of the appeal. The acceptance of a payment by the City does not prejudice any claim for refund upon final determination of the appeal.

(2) If upon final determination of the appeal an error in the assessment is corrected by the Tax Administrator, upon an appeal so filed or pursuant to a final determination of the Board of Tax Review, of the Ohio board of tax appeals, or any court to which the decision of the Ohio board of tax appeals has been appealed, so that the resultant amount due is less than the amount paid, a refund will be paid in the amount of the overpayment as provided by Section 9, with interest on that amount as provided by division (E) of Section 9.

(E) No civil action to recover the City income tax or related penalties or interest shall be brought during either of the following time periods:

(1) The period during which a taxpayer has a right to appeal the imposition of that tax or interest or those penalties;

(2) The period during which an appeal related to the imposition of that tax or interest or those penalties is pending.

SECTION 190.13 AUDITS.

(A) At or before the commencement of an audit, the Tax Administrator shall provide to the taxpayer a written description of the roles of the Tax Administrator and of the taxpayer during the audit and a statement of the taxpayer's rights, including any right to obtain a refund of an overpayment of a tax. At or before the commencement of an audit, the Tax Administrator shall inform the taxpayer when the audit is considered to have commenced.

(B) Except in cases involving suspected criminal activity, the Tax Administrator shall conduct an audit of a taxpayer during regular business hours and after providing reasonable notice to the taxpayer. A taxpayer who is unable to comply with a proposed time for an audit on the grounds that the proposed time would cause inconvenience or hardship must offer reasonable alternative dates for the audit.

(C) At all stages of an audit by the Tax Administrator, a taxpayer is entitled to be assisted or represented by an attorney, accountant, bookkeeper, or other tax practitioner. The Tax Administrator shall prescribe a form by which a taxpayer may designate such a person to assist or represent the taxpayer in the conduct of any proceedings resulting from actions by the Tax Administrator. If a taxpayer has not submitted such a form, the Tax Administrator may accept other evidence, as the Tax Administrator considers appropriate, that a person is the authorized representative of a taxpayer.

A taxpayer may refuse to answer any questions asked by the person conducting an audit until the taxpayer has an opportunity to consult with the taxpayer's attorney, accountant, bookkeeper, or other tax practitioner.

This division does not authorize the practice of law by a person who is not an attorney.

(D) A taxpayer may record, electronically or otherwise, the audit examination.

(E) The failure of the Tax Administrator to comply with a provision of this section shall neither excuse a taxpayer from payment of any taxes owed by the taxpayer nor cure any procedural defect in a taxpayer's case.

(F) If the Tax Administrator fails to substantially comply with the provisions of this section, the Tax Administrator, upon application by the taxpayer, shall excuse the taxpayer from penalties and interest

SECTION 190.14 SERVICE OF ASSESSMENT.

(A) As used in this section:

(1) "Last known address" means the address the Tax Administrator has at the time a document is originally sent by certified mail, or any address the Tax Administrator can ascertain using reasonable means such as the use of a change of address service offered by the postal service or an authorized delivery service under Section 5703.056 of the ORC.

(2) "Undeliverable address" means an address to which the postal service or an authorized delivery service under Section 5703.056 of the ORC is not able to deliver an assessment of the Tax Administrator, except when the reason for non-delivery is because the addressee fails to acknowledge or accept the assessment.

(B) Subject to division (C) of this section, a copy of each assessment shall be served upon the person affected thereby either by personal service, by certified mail, or by a delivery service authorized under Section 5703.056 of the ORC. With the permission of the person affected by an assessment, the Tax Administrator may deliver the assessment through alternative means as provided in this section, including, but not limited to, delivery by secure electronic mail.

(C)(1)(a) If certified mail is returned because of an undeliverable address, a Tax Administrator shall utilize reasonable means to ascertain a new last known address, including the use of a change of address service offered by the postal service or an authorized delivery service under Section 5703.056 of the ORC. If the Tax Administrator is unable to ascertain a new last known address, the assessment shall be sent by ordinary mail and considered served. If the ordinary mail is subsequently returned because of an undeliverable address, the assessment remains appealable within 60 days after the assessment's postmark.

(b) Once the Tax Administrator or other the City official, or the designee of either, serves an assessment on the person to whom the assessment is directed, the person may protest the ruling of that assessment by filing an appeal with the local board of tax review within 60 days after the receipt of service. The delivery of an assessment of the Tax Administrator under division (C)(1)(a) of this section is prima facie evidence that delivery is complete and that the assessment is served.

(2) If mailing of an assessment by a Tax Administrator by certified mail is returned for some cause other than an undeliverable address, the Tax Administrator shall resend the assessment by ordinary mail. The assessment shall show the date the Tax Administrator sends the assessment and include the following statement:

"This assessment is deemed to be served on the addressee under applicable law ten days from the date this assessment was mailed by the Tax Administrator as shown on the assessment, and all periods within which an appeal may be filed apply from and after that date."

Unless the mailing is returned because of an undeliverable address, the mailing of that information is prima facie evidence that delivery of the assessment was completed ten days after the Tax Administrator sent the assessment by ordinary mail and that the assessment was served.

If the ordinary mail is subsequently returned because of an undeliverable address, the Tax Administrator shall proceed under division (C)(1)(a) of this section. A person may challenge the presumption of delivery and service under this division in accordance with division (D) of this section.

(D)(1) A person disputing the presumption of delivery and service under division (C) of this section bears the burden of proving by a preponderance of the evidence that the address to which the assessment was sent by certified mail was not an address with which the person was associated at the time the Tax Administrator originally mailed the assessment. For the purposes of this section, a person is associated

with an address at the time the Tax Administrator originally mailed the assessment if, at that time, the person was residing, receiving legal documents, or conducting business at the address; or if, before that time, the person had conducted business at the address and, when the assessment was mailed, the person's agent or the person's affiliate was conducting business at the address. For the purposes of this section, a person's affiliate is any other person that, at the time the assessment was mailed, owned or controlled at least 20 percent, as determined by voting rights, of the addressee's business.

(2) If a person elects to appeal an assessment on the basis described in division (D)(1) of this section, and if that assessment is subject to collection and is not otherwise appealable, the person must do so within 60 days after the initial contact by the Tax Administrator or other the City official, or the designee of either, with the person. Nothing in this division prevents the Tax Administrator or other official from entering into a compromise with the person if the person does not actually file such an appeal with the local board of tax review.

(E) Nothing in this section prohibits the Tax Administrator or the Tax Administrator's designee from delivering an assessment by a Tax Administrator by personal service.

(F) Collection actions taken upon any assessment being appealed under division (C)(1)(b) of this section, including those on which a claim has been delivered for collection, shall be stayed upon the pendency of an appeal under this section.

(G) Additional regulations as detailed in the Rules and Regulations shall apply.

SECTION 190.15 ADMINISTRATION OF CLAIMS.

(A) As used in this section, "claim" means a claim for an amount payable to the City that arises pursuant to the City's income tax imposed in accordance with this chapter.

(B) Nothing in this chapter prohibits a Tax Administrator from doing either of the following if such action is in the best interests of the municipal corporation:

(1) Compromise a claim;

(2) Extend for a reasonable period the time for payment of a claim by agreeing to accept monthly or other periodic payments.

(C) The Tax Administrator's rejection of a compromise or payment-over-time agreement proposed by a person with respect to a claim shall not be appealable.

(D) A compromise or payment-over-time agreement with respect to a claim shall be binding upon and shall be to the benefit of only the parties to the compromise or agreement, and shall not eliminate or otherwise affect the liability of any other person.

(E) A compromise or payment-over-time agreement with respect to a claim shall be void if the taxpayer defaults under the compromise or agreement or if the compromise or agreement was obtained by fraud or by misrepresentation of a material fact. Any amount that was due before the compromise or agreement

and that is unpaid shall remain due, and any penalties or interest that would have accrued in the absence of the compromise or agreement shall continue to accrue and be due.

SECTION 190.16 TAX INFORMATION CONFIDENTIAL.

(A) Any information gained as a result of returns, investigations, hearings, or verifications required or authorized by this chapter is confidential, and no person shall access or disclose such information except in accordance with a proper judicial order or in connection with the performance of that person's official duties or the official business of the City as authorized by this chapter. The Tax Administrator or a designee thereof may furnish copies of returns filed or otherwise received under this chapter and other related tax information to the internal revenue service, the tax commissioner, and tax administrators of other municipal corporations.

(B) This section does not prohibit the City from publishing or disclosing statistics in a form that does not disclose information with respect to particular taxpayers.

SECTION 190.17 FRAUD.

No person shall knowingly make, present, aid, or assist in the preparation or presentation of a false or fraudulent report, return, schedule, statement, claim, or document authorized or required by the City ordinance or state law to be filed with a the Tax Administrator, or knowingly procure, counsel, or advise the preparation or presentation of such report, return, schedule, statement, claim, or document, or knowingly change, alter, or amend, or knowingly procure, counsel or advise such change, alteration, or amendment of the records upon which such report, return, schedule, statement, claim, or document is based with intent to defraud the City or the Tax Administrator.

SECTION 190.18 INTEREST AND PENALTIES.

(A) As used in this section:

(1) "Applicable law" means this chapter, the resolutions, ordinances, codes, directives, instructions, and rules adopted by the City provided they impose or directly or indirectly address the levy, payment, remittance, or filing requirements of the City.

(2) "Federal short-term rate" means the rate of the average market yield on outstanding marketable obligations of the United States with remaining periods to maturity of three years or less, as determined under Section 1274 of the Internal Revenue Code, for July of the current year.

(3) "Income tax," "estimated income tax," and "withholding tax" means any income tax, estimated income tax, and withholding tax imposed by the City pursuant to applicable law, including at any time before January 1, 2016.

(4) "Interest rate as described in division (A) of this section" means the federal short-term rate, rounded to the nearest whole number percent, plus five percent. The rate shall apply for the calendar year next following the July of the year in which the federal short-term rate is determined in accordance with division (A)(2) of this section.

(5) "Return" includes any tax return, report, reconciliation, schedule, and other document required to be filed with a the Tax Administrator or the City by a taxpayer, employer, any agent of the employer, or any other payer pursuant to applicable law, including at any time before January 1, 2016.

(6) "Unpaid estimated income tax" means estimated income tax due but not paid by the date the tax is required to be paid under applicable law.

(7) "Unpaid income tax" means income tax due but not paid by the date the income tax is required to be paid under applicable law.

(8) "Unpaid withholding tax" means withholding tax due but not paid by the date the withholding tax is required to be paid under applicable law.

(9) "Withholding tax" includes amounts an employer, any agent of an employer, or any other payer did not withhold in whole or in part from an employee's qualifying wages, but that, under applicable law, the employer, agent, or other payer is required to withhold from an employee's qualifying wages.

(B)(1) This section applies to the following:

(a) Any return required to be filed under applicable law for taxable years beginning on or after January 1, 2016;

(b) Income tax, estimated income tax, and withholding tax required to be paid or remitted to the City on or after January 1, 2016.

(2) This section does not apply to returns required to be filed or payments required to be made before January 1, 2016, regardless of the filing or payment date. Returns required to be filed or payments required to be made before January 1, 2016, but filed or paid after that date shall be subject to the ordinances or rules and regulations, as adopted before January 1, 2016, of the City to which the return is to be filed or the payment is to be made.

(C) Should any taxpayer, employer, agent of the employer, or other payer for any reason fails, in whole or in part, to make timely and full payment or remittance of income tax, estimated income tax, or withholding tax or to file timely with the City any return required to be filed, the following penalties and interest shall apply:

(1) Interest shall be imposed at the rate described in division (A) of this section, per annum, on all unpaid income tax, unpaid estimated income tax, and unpaid withholding tax.

(2)(a) With respect to unpaid income tax and unpaid estimated income tax, the City may impose a penalty equal to fifteen percent (15%) of the amount not timely paid.

(b) With respect to any unpaid withholding tax, the City may impose a penalty equal to fifty percent (50%) of the amount not timely paid.

(3) With respect to returns other than estimated income tax returns, the City may impose a penalty of \$25 for each failure to timely file each return, regardless of the liability shown thereon for each month, or any fraction thereof, during which the return remains unfiled regardless of the liability shown thereon. The penalty shall not exceed \$150 for each failure.

(D) Nothing in this section requires the City to refund or credit any penalty, amount of interest, charges, or additional fees that the City has properly imposed or collected before January 1, 2016.

(E) Nothing in this section limits the authority of the City to abate or partially abate penalties or interest imposed under this section when the Tax Administrator determines, in the Tax Administrator's sole discretion, that such abatement is appropriate.

(F) By the 31st day of October of each year the City shall publish the rate described in division (A) of this section applicable to the next succeeding calendar year.

(G) The City may impose on the taxpayer, employer, any agent of the employer, or any other payer the City's post-judgment collection costs and fees, including attorney's fees.

SECTION 190.19 AUTHORITY OF TAX ADMINISTRATOR; VERIFICATION OF INFORMATION.

Authority.

(A) Nothing in this chapter shall limit the authority of the Tax Administrator to perform any of the following duties or functions, unless the performance of such duties or functions is expressly limited by a provision of the ORC:

(1)(a) Exercise all powers whatsoever of an inquisitorial nature as provided by law, including, the right to inspect books, accounts, records, memorandums, and federal and state income tax returns; to examine persons under oath, to issue orders or subpoenas for the production of books, accounts, papers, records, documents, and testimony, to take depositions, to apply to a court for attachment proceedings as for contempt, to approve vouchers for the fees of officers and witnesses, and to administer oaths.

(b) The powers referred to in this division of this section shall be exercised by the Tax Administrator only in connection with the performance of the duties respectively assigned to the Tax Administrator under the City's income tax ordinance;

(2) Appoint agents and prescribe their powers and duties;

(3) Confer and meet with officers of other municipal corporations and states and officers of the United States on any matters pertaining to their respective official duties as provided by law;

(4) Exercise the authority provided by law, including orders from bankruptcy courts, relative to remitting or refunding taxes, including penalties and interest thereon, for any reason overpaid. In addition, the Tax Administrator may investigate any claim of overpayment and, if the Tax Administrator finds that there has been an overpayment, make a written statement of the Tax Administrator's findings, and

approve and issue a refund payable to the taxpayer, the taxpayer's assigns, or legal representative as provided in this chapter;

(5) Exercise the authority provided by law relative to consenting to the compromise and settlement of tax claims;

(6) Exercise the authority provided by law relative to the use of alternative apportionment methods by taxpayers in accordance with Section 190.03;

(7)(a) Make all tax findings, determinations, computations, and orders the Tax Administrator is by law authorized and required to make and, pursuant to time limitations provided by law, on the Tax Administrator's own motion, review, re-determine, or correct any tax findings, determinations, computations, or orders the Tax Administrator has made.

(b) If an appeal has been filed with the Board of Tax Review or other appropriate tribunal, the Tax Administrator shall not review, re-determine, or correct any tax finding, determination, computation, or order which the Tax Administrator has made, unless such appeal or application is withdrawn by the appellant or applicant, is dismissed, or is otherwise final;

(8) Destroy any or all returns or other tax documents in the manner authorized by law;

(9) Enter into an agreement with a taxpayer to simplify the withholding obligations described in Section 190.04.

Verification of accuracy of returns and determination of liability.

(B)(1) A Tax Administrator, or any authorized agent or employee thereof may examine the books, papers, records, and federal and state income tax returns of any employer, taxpayer, or other person that is subject to, or that the Tax Administrator believes is subject to, the provisions of this chapter for the purpose of verifying the accuracy of any return made or, if no return was filed, to ascertain the tax due under this chapter. Upon written request by the Tax Administrator or a duly authorized agent or employee thereof, every employer, taxpayer, or other person subject to this section is required to furnish the opportunity for the Tax Administrator, authorized agent, or employee to investigate and examine such books, papers, records, and federal and state income tax returns at a reasonable time and place designated in the request.

(2) The records and other documents of any taxpayer, employer, or other person that is subject to, or that a Tax Administrator believes is subject to, the provisions of this chapter shall be open to the Tax Administrator's inspection during business hours and shall be preserved for a period of six years following the end of the taxable year to which the records or documents relate, unless the Tax Administrator, in writing, consents to their destruction within that period, or by order requires that they be kept longer. The Tax Administrator may require any person, by notice served on that person, to keep such records as the Tax Administrator determines necessary to show whether or not that person is liable, and the extent of such liability, for the income tax levied by the City or for the withholding of such tax.

(3) The Tax Administrator may examine under oath any person that the Tax Administrator reasonably believes has knowledge concerning any income that was or would have been returned for taxation or any transaction tending to affect such income. The Tax Administrator may, for this purpose, compel any such person to attend a hearing or examination and to produce any books, papers, records, and federal and state income tax returns in such person's possession or control. The person may be assisted or represented by

an attorney, accountant, bookkeeper, or other tax practitioner at any such hearing or examination. This division does not authorize the practice of law by a person who is not an attorney.

(4) No person issued written notice by the Tax Administrator compelling attendance at a hearing or examination or the production of books, papers, records, or federal or state income tax returns under this section shall fail to comply.

Identification information.

(C)(1) Nothing in this chapter prohibits the Tax Administrator from requiring any person filing a tax document with the Tax Administrator to provide identifying information, which may include the person's social security number, federal employer identification number, or other identification number requested by the Tax Administrator. A person required by the Tax Administrator to provide identifying information that has experienced any change with respect to that information shall notify the Tax Administrator of the change before, or upon, filing the next tax document requiring the identifying information.

(2)(a) If the Tax Administrator makes a request for identifying information and the Tax Administrator does not receive valid identifying information within 30 days of making the request, nothing in this chapter prohibits the Tax Administrator from imposing a penalty upon the person to whom the request was directed pursuant to Section 190.18, in addition to any applicable penalty described in Section 190.99.

(b) If a person required by the Tax Administrator to provide identifying information does not notify the Tax Administrator of a change with respect to that information as required under division (C) of Section 190.19 within 30 days after filing the next tax document requiring such identifying information, nothing in this chapter prohibits the Tax Administrator from imposing a penalty pursuant to Section 190.18.

(c) The penalties provided for under divisions (C)(2)(a) and (b) of this section may be billed and imposed in the same manner as the tax or fee with respect to which the identifying information is sought and are in addition to any applicable criminal penalties described in Section 190.99 for a violation of Section 190.17 and any other penalties that may be imposed by the Tax Administrator by law.

SECTION 190.20 REQUEST FOR OPINION OF THE TAX ADMINISTRATOR.

(A) An "opinion of the Tax Administrator" means an opinion issued under this section with respect to prospective municipal income tax liability. It does not include ordinary correspondence of the Tax Administrator.

(B) A taxpayer may submit a written request for an opinion of the Tax Administrator in accordance with the Rules and Regulations.

(C) A taxpayer is not relieved of tax liability for any activity or transaction related to a request for an opinion that contained any misrepresentation or omission of one or more material facts.

(D) A Tax Administrator may refuse to offer an opinion on any request received under this section. Such refusal is not subject to appeal.

(E) An opinion of the Tax Administrator binds the Tax Administrator only with respect to the taxpayer for whom the opinion was prepared and does not bind the Tax Administrator of any other municipal corporation.

(F) An opinion of the Tax Administrator issued under this section is not subject to appeal.

SECTION 190.21 BOARD OF TAX REVIEW.

(A)(1) The Board of Tax Review shall consist of three members. Two members shall be appointed by the legislative authority of the City, but such appointees may not be employees, elected officials, or contractors with the City at any time during their term or in the five years immediately preceding the date of appointment. One member shall be appointed by the Mayor of the City. This member may be an employee of the City, but may not be the director of finance or equivalent officer, or the Tax Administrator or other similar official or an employee directly involved in municipal tax matters, or any direct subordinate thereof.

(2) The term for members of the Board of Tax Review the City shall be two years. There is no limit on the number of terms that a member may serve if the member is reappointed by the legislative authority. The board member appointed by the Mayor of the City shall serve at the discretion of the administrative official.

(3) Members of the Board of Tax Review appointed by the legislative authority may be removed by the legislative authority by majority vote for malfeasance, misfeasance, or nonfeasance in office. To remove such a member, the legislative authority must give the member a copy of the charges against the member and afford the member an opportunity to be publicly heard in person or by counsel in the member's own defense upon not less than ten days' notice. The decision by the legislative authority on the charges is final and not appealable.

(4) A member of the Board of Tax Review who, for any reason, ceases to meet the qualifications for the position prescribed by this section shall resign immediately by operation of law.

(5) A vacancy in an unexpired term shall be filled in the same manner as the original appointment within 60 days of when the vacancy was created. Any member appointed to fill a vacancy occurring prior to the expiration of the term for which the member's predecessor was appointed shall hold office for the remainder of such term. No vacancy on the Board of Tax Review shall impair the power and authority of the remaining members to exercise all the powers of the Board of Tax Review.

(6) If a member is temporarily unable to serve on the Board of Tax Review due to a conflict of interest, illness, absence, or similar reason, the legislative authority or Mayor that appointed the member shall appoint another individual to temporarily serve on the Board of Tax Review in the member's place. The appointment of such an individual shall be subject to the same requirements and limitations as are applicable to the appointment of the member temporarily unable to serve.

(B) Whenever a Tax Administrator issues an assessment, the Tax Administrator shall notify the taxpayer in writing at the same time of the taxpayer's right to appeal the assessment, the manner in which the taxpayer may appeal the assessment, and the address to which the appeal should be directed.

(C) Any person who has been issued an assessment may appeal the assessment to the Board of Tax Review by filing a request with the Board of Tax Review. The request shall be in writing, shall specify the reason or reasons why the assessment should be deemed incorrect or unlawful, and shall be filed within 60 days after the taxpayer receives the assessment.

(D) The Board of Tax Review shall schedule a hearing to be held within 60 days after receiving an appeal of an assessment under division (C) of this section, unless the taxpayer requests additional time to prepare or waives a hearing. If the taxpayer does not waive the hearing, the taxpayer may appear before the Board of Tax Review and may be represented by an attorney at law, certified public accountant, or other representative. The Board of Tax Review may allow a hearing to be continued as jointly agreed to by the parties. In such a case, the hearing must be completed within 120 days after the first day of the hearing unless the parties agree otherwise.

(E) The Board of Tax Review may affirm, reverse, or modify the Tax Administrator's assessment or any part of that assessment. The Board of Tax Review shall issue a final determination on the appeal within 90 days after the Board of Tax Review's final hearing on the appeal, and send a copy of its final determination by ordinary mail to all of the parties to the appeal within 15 days after issuing the final determination. The taxpayer or the Tax Administrator may appeal the Board of Tax Review's final determination as provided in Section 5717.011 of the ORC.

(F) The Board of Tax Review created pursuant to this section shall adopt rules governing its procedures and shall keep a record of its transactions. Such records are not public records available for inspection under Section 149.43 of the ORC. Hearings requested by a taxpayer before a Board of Tax Review created pursuant to this section are not meetings of a public body subject to Section 121.22 of the ORC.

SECTION 190.22 AUTHORITY TO CREATE RULES AND REGULATIONS.

The Tax Administrator is hereby empowered to adopt and promulgate and to enforce rules and regulations relating to any matter or thing pertaining to the administration and enforcement of the provisions of this chapter. Such rules shall not conflict with or be inconsistent with any provision of this chapter. Taxpayers are hereby required to comply not only with the requirements of this chapter, but also to comply with the Rules and Regulations.

All rules adopted under this section shall be published and posted on the internet.

SECTION 190.23 RENTAL AND LEASED PROPERTY.

(A) All property owners, or their designated agents, of five or more units of real property located in the City, who rent or otherwise lease the same, or any part thereof, to any person for commercial, industrial or residential dwelling purposes, including apartments, rooms and other rental accommodations, during any calendar year, or part thereof, commencing with the effective date of this section, shall file with the Tax Administrator on or before the January 31 first following such calendar year a written report disclosing the name, address and also telephone number, if available, of each tenant known to have occupied such unit during the calendar year.

(B) The Tax Administrator may order the appearance before him, or his duly authorized agent, of any person whom he believes to have any knowledge of the name, address and telephone number of any tenant of residential rental real property in the City. The Tax Administrator, or his duly authorized agent, is authorized to examine any person, under oath, concerning the name, address and telephone number of any tenant of commercial, industrial or residential real property located in the City. The Tax Administrator, or his duly authorized agent, may compel the production of papers and records and the attendance of all persons before him, whether as parties or witnesses, whenever he believes such person has knowledge of the name, address and telephone number of any tenant of commercial, industrial or residential real property in the City.

(C) Any property owner or person that violates one or more of the following shall be subject to Section 190.99 of this chapter:

(1) Fails, refuses or neglects to timely file a written report required by subsection (a) hereof; or

(2) Makes an incomplete or intentionally false written report required by subsection (a) hereof; or

(3) Fails to appear before the Tax Administrator or any duly authorized agent and to produce and disclose any tenant information pursuant to any order or subpoena of the Tax Administrator as authorized in this section; or

(4) Fails to comply with the provisions of this section or any order or subpoena of the Tax Administrator.

SECTION 190.24 SAVINGS CLAUSE.

This chapter shall not apply to any person, firm or corporation, or to any property as to whom or which it is beyond the power of Council to impose the tax herein provided for. Any sentence, clause, section or part of this chapter or any tax against or exception granted any individual or any of the several groups of persons, or forms of income specified herein if found to be unconstitutional, illegal or invalid, such unconstitutionality, illegality or invalidity shall affect only such clause, sentence, section or part of this chapter and shall not affect or impair any of the remaining provisions, sentences, clauses, sections or other parts of this chapter. It is hereby declared to be the intention of Council that this chapter would have been adopted had such unconstitutional, illegal or invalid sentence, or part hereof, not been included therein.

SECTION 190.25 COLLECTION OF TAX AFTER TERMINATION OF ORDINANCE.

(A) This chapter shall continue effective insofar as the levy of taxes is concerned until repealed, and insofar as the collection of taxes levied hereunder and actions or proceedings for collecting any tax so levied or enforcing any provisions of this chapter are concerned, it shall continue effective until all of said taxes levied hereunder in the aforesaid periods are fully paid and any and all suits and prosecutions for the collection of said taxes or for the punishment of violations of this chapter shall have been fully terminated, subject to the limitations contained in Section 190.12 and Section 190.99 hereof.

(B) Annual returns due for all or any part of the last effective year of this ordinance shall be due on the date provided in Sections 5 and Section 190.04 of this ordinance as though the same were continuing.

SECTION 190.26 ADOPTION OF RITA RULES AND REGULATIONS.

The City hereby adopts the Regional Income Tax Agency (RITA) Rules & Regulations, including amendments that may be made from time to time, for use as the City's Income Tax Rules and Regulations. In the event of a conflict with any provision(s) of the City Income Tax Ordinance and the RITA Rules & Regulations, the Ordinance will supersede. Until and if the contractual relationship between the City and RITA ceases, Section 190.26 will supersede Section 190.22 of this chapter regarding promulgation of rules and regulations by the Tax Administrator.

SECTION 190.27 CONTRACT PROVISIONS.

No contract on behalf of the City for works or improvements of the City shall be binding or valid unless the contract contains the following provisions:

"Such.....hereby further agrees to withhold all City income taxes due or payable under the provisions of Chapter 190 of the Codified Ordinances of the City of Reynoldsburg, for qualifying wages, salaries and commissions paid to its employees and further agrees that any of its subcontractors shall be required to agree to withhold any income taxes due under such chapter for services performed under this contract."

SECTION 190.99 VIOLATIONS; PENALTIES.

(A) Whoever violates Section 190.17, division (A) of Section 190.16, or Section 4 by failing to remit the City income taxes deducted and withheld from an employee, shall be guilty of a misdemeanor of the first degree and shall be subject to a fine of not more than \$1,000 or imprisonment for a term of up to six months, or both. If the individual that commits the violation is an employee, or official, of the City, the individual is subject to discharge from employment or dismissal from office.

(B) Any person who discloses information received from the Internal Revenue Service in violation of division (A) of Section 190.16 shall be guilty of a felony of the fifth degree and shall be subject to a fine of not more than \$5,000 plus the costs of prosecution, or imprisonment for a term not exceeding five years, or both. If the individual that commits the violation is an employee, or official, of the City, the individual is subject to discharge from employment or dismissal from office.

(C) Each instance of access or disclosure in violation of division (A) of Section 16 constitutes a separate offense.

(D) If not otherwise specified herein, no person shall:

- (1) Fail, neglect or refuse to make any return or declaration required by this ordinance;

- (2) File any incomplete or false return;
 - (3) Fail, neglect or refuse to pay the tax, penalties or interest imposed by this chapter;
 - (4) Refuse to permit the Tax Administrator or any duly authorized agent or employee to examine his books, records, papers and federal and state income tax returns relating to the income or net profits of a taxpayer;
 - (5) Fail to appear before the Tax Administrator and to produce his books, records, papers or federal and state income tax returns relating to the income or net profits of a taxpayer upon order or subpoena of the Tax Administrator;
 - (6) Refuse to disclose to the Tax Administrator any information with respect to the income or net profits of a taxpayer;
 - (7) Fail to comply with the provisions of this ordinance or any order or subpoena of the Tax Administrator authorized hereby;
 - (8) Give to an employer false information as to his true name, correct social security number, and residence address, or fail to promptly notify an employer of any change in residence address and date thereof;
 - (9) Attempt to do anything whatsoever to avoid the payment of the whole or any part of the tax, penalties or interest imposed by this chapter.
- (E) Any person who violates any of the provisions in Section 190.99(D) shall be subject to the penalties provided for in Section 190.99(A) of this chapter.

City Auditors Office**Richard Harris****7232 E. Main Street****Reynoldsburg OHIO 43068****Phone****ORDINANCE REQUEST**

DATE: **November 2, 2015****TO:** **Richard Harris, City Auditor Finance Committee****RE:** ORDINANCE MAKING TRANSFER OF FUNDS FROM THE
UNAPPROPRIATED SPECIAL ASSESSMENT FUND (320) TO THE
UNAPPROPRIATED GENERAL FUND. (Second Reading 10/26/2015).

Request Council transfer \$28,734.66 from the unappropriated Special Assessment Fund (320) to the unappropriated General Fund. This fund collected monies to pay off bonds from an assessment project over 20 years ago the debt is now paid off and the money needs to be returned to the General Fund (110). This was requested by the State Auditors on our last audit