

# Village of Coldwater

# Individual

# Tax Information

**TAX RATE: 1.000%**

**Who must file a return?**

All residents of any age who work outside the Village of Coldwater either on a full time or part time basis regardless if you work for a resident or non-resident employer, must file an annual income tax return on the qualifying wages whether the tax is withheld or not. In addition, anyone who receives income from a farm, rental properties, partnerships, self-employed business ventures, etc. must file an annual return regardless of any tax due.

All non-residents of any age who work in the Village of Coldwater and receive qualifying wages, compensation and/or other business income in the Village must file an annual income tax return.

**Losses:** Losses resulting from businesses and rentals can be used to off-set income taxable to the village of residence if the loss did not occur in another taxing jurisdiction, and if, the tax from the income being off-set is paid to the village of residence.

**Part-year Residents:** You will only be taxed on the income received after the date that you moved to Coldwater or the income received before you moved out of Coldwater.

**Credit:** A tax credit is allowed against the income for which taxes were withheld and/or paid to another city or village up to one percent (1%). Taxes withheld at a rate greater than one percent (1%) may not be used as credit against other taxable income. County tax and school district tax are not applicable toward village tax.

**Extensions:** Extensions are granted for the filing of tax information when a Federal Extension has been granted or upon written request of the taxpayer with good cause shown, and all previous tax returns and payments are up-to-date. A copy of the Federal extension or written request must be received in the office on or prior to the original filing date. Any additional extension time request must be received on or prior to the expiration of the original extension date. An extension does not extend the time for making any payments that are due.

**Deadline:** The filing deadline is the federal due date usually April 15<sup>th</sup> of each year. Returns postmarked after this date will be assessed penalty and interest.

**Declaration of Estimated Tax:** A declaration of estimated tax shall be filed by every taxpayer who may reasonably be expected to have taxable income, the tax on which is not or will not be withheld by an employer. The declaration must be 90% of the current year's income or 100% of the previous year's tax liability provided that the previous year reflected a twelve-month period. If necessary, a declaration shall be filed within four (4) months after the date the person becomes subject to village tax. Individual declarations are due on or before April 15, July 31, October 31 and January 31. Declarations may be paid in full with the declaration or in equal installments on or before the due dates.

**Assistance:** Any questions can be directed to our office. Our hours are 8:00 a.m. to 5:00 p.m., Monday through Friday. We are located at 610 West Sycamore Street in Coldwater, Ohio and our phone number is (419) 678-2685.