

2017 Tipp City Business Income Tax Return Instructions

Please include a copy of your federal return to support the figures used on your Tipp City tax return. Deductions and credits not supported by the proper documentation may be disallowed. If on extension, you will also need to include a copy of your extension request unless a copy was previously submitted. A Tipp City return received without any notice of an extension will be subject to all late filing fees.

Section A

2017 Tax Calculations

Line 1: Enter federal taxable income from the appropriate federal form as follows:

- Form 1120 – line 28
- Form 1120S - Schedule K, line 18
- Form 1065 – Analysis of Net Income/Loss, line 1

Line 2: Enter the net adjustments from page 2, Schedule X, line S. (No deduction is allowed for federal tax credits that reduce corresponding operating expenses).

Line 3: Add lines 1 and 2.

Line 4: Enter the apportionment percentage from page 2, Schedule Y, step 5.

Line 5: Multiply line 3 by line 4.

Line 6: Multiply line 5 by 1.5%.

Line 7: Enter the amount of estimated tax payments and/or prior-year credit. You can view your total payments and credits online at www.municconnect.com/tippcity/login.aspx.

Line 8: If the tax due on line 6 is greater than the total credits on line 7, enter the balance due. If the credits are greater than the tax due, enter zero on line 8 and continue to line 9. Note: If the amount of tax shown due on line 8 is \$10 or less no payment is due.

Line 9: If the total credits on line 7 are greater than the tax due on line 6, enter the amount overpaid (line 9). Next, tell us how you want the overpayment distributed (refunded, credited or split between the two). Note: If the amount of overpayment is \$10 or less no refund or credit will be granted.

Line 10a: Taxpayers may be subject to underpayment penalty and interest if the proper amount of estimated taxes are not paid to the City of Tipp City on or before December 15th of the current tax year. Please refer to Section 718.08 of the Ohio Revised Code (ORC) for more details. The penalty is 15% of the amount underpaid and the applicable interest rate for tax year 2017 is 6% per annum or .50% per month (or fraction thereof).

Line 10b: If filed after the due date, enter the amount of penalty due. The penalty is 15% of the amount due on line 8.

Line 10c: If filed after the due date, enter the amount of interest due. The applicable interest rate for 2017 is 6% per annum or .50% per month (or fraction thereof) of the amount due on line 8.

Line 10d: If filed after the due date, a late filing penalty is imposed at the rate of \$25 per month (or fraction thereof) not to exceed \$150. This penalty is due in addition to all other penalty and interest and is imposed even if no tax is due. Enter the applicable amount.

Line 11: Add the amounts reported on lines 10a, 10b, 10c and 10d. This is your total penalty, interest and late filing fee.

Line 12: Add the amounts reported on lines 8 and 11. This is the balance of tax, penalty, interest and late filing fees due. No payment is due if balance is \$10 or less.

Section B

2017 Declaration of Estimated Tax (Must be completed by taxpayers who anticipate owing \$200 or more in Tipp City income tax in 2017.)

Line 13: Enter the amount of estimated income for 2018 and multiply by 1.5%. If the result is less than \$200, estimated payments are not required.

Line 14: Multiply line 13 by 25% to determine the amount of estimated tax due for the first quarter.

Line 15: Enter the amount of credit from 2017, if any.

Line 16: Enter the net estimated tax due if line 14 less line 15 is greater than zero.

Total due with this return: Add lines 12 and 16. Make check payable to Tipp City Tax.

Mail completed return, payment and supporting documents to:

Tipp City Tax Department
260 S. Garber Dr.
Tipp City, OH 45371

Questions can be directed to the tax department anytime Monday through Friday between the hours of 8:00 a.m. and 5:00 p.m. using the contact information below:

Phone: (937) 667-8426
Fax: (937) 667-6734
[Email: incometax@tippcity.net](mailto:incometax@tippcity.net)

Disclaimer: Directions are instructional only. The Tipp City Income Tax Code and the Ohio Revised Code supersede any interpretation presented.