



Federal Adjusted Gross Income (FAGI) Billing Program

Ohio law (Revised Code section 5747.08(E)) requires taxpayers to file certain information on their return consistent with the information reported on their federal return. On September 27, 2016, the Ohio Department of Taxation (ODT) will begin mailing Federal Adjusted Gross Income (FAGI) billing notices to taxpayers when there is a discrepancy between certain tax return information that was reported to the Internal Revenue Service on the U.S. Individual Income Tax Return Form 1040 and what was reported on the Ohio Individual Income Tax Return Form IT-1040. The FAGI billing notice summarizes “As Filed” and “As Corrected” amounts for federal adjusted gross income, exemptions and/or filing status and the total amount owed (additional tax due plus interest) to ODT as a result of these adjustments.

TO AVOID THE ISSUANCE OF AN ASSESSMENT, TAXPAYERS MUST RESPOND TO THE BILLING NOTICE IMMEDIATELY.

- If the taxpayer disputes the discrepancy, they must file Form 4506-T with the IRS to obtain a Tax Account Transcript. Send a copy of this transcript, along with a copy of the FAGI billing notice, to ODT’s Compliance Division using the address indicated at the top of the FAGI billing notice.
- If there are additional changes to be made to the original Ohio IT-1040 return for the same taxable year, the taxpayer must amend the return by filing Ohio Form IT-1040X with ODT. To obtain Ohio Form IT-1040X for the appropriate taxable year, please visit the Forms section of our website tax.ohio.gov.
- If the taxpayer agrees with the total amount owed as calculated on the FAGI billing notice, please use one of the options below to pay the amount due:

OPTION 1 - Pay Online (electronic check or credit card*)

- Go to the home page at tax.ohio.gov and click “Pay On-Line” or use this link to access : http://www.tax.ohio.gov/ohio_individual/individual/filefaster.aspx
- Click “Ohio ePayment”
 - Enter User ID and Password. If not previously registered for this service, click “Register”.
- Once logged into Online Services, there is a dashboard displaying your data at a glance. Under the “Outstanding Balance” section select the PAY button to make a payment of your balance due.

OPTION 2 - Pay by Telephone (credit card only*)

- Call 1-800-272-9829
- Select State Taxes (option 2)
- Enter jurisdiction code 6446
- Select one of the following:
 - State of Ohio Individual Income Tax Billing Notice Payment (option 3)
- Enter Social Security Number and first three letters of last name
 - Enter the Notice ID 5002 for FAGI
- Enter Tax Year noted on the billing notice

**Note: Payments made by electronic check are free. There is a convenience fee of 2.5% or \$1.00 (whichever is greater) for processing credit card payments. The State of Ohio does not receive any portion of this fee.*

OPTION 3 - Pay by Paper Check

- Write a check for the balance due and include the payment coupon from the billing notice.
- Mail your check and payment coupon to the address listed on the coupon.

Failure to respond to this notice will result in the issuance of an assessment and further collection action that may subject taxpayers to the following interest and penalties as prescribed by Ohio laws:

- The interest rate on any unpaid tax due is 3%.
- Late payment penalty is double the amount of interest due.

ODT offers interactive notices and a tutorial for each billing notice for Individual and School District Income Tax. You can obtain more information about the billing notice at tax.ohio.gov and select [Self-Help eLibrary](#) and choose the appropriate Notice #:

- Notice 5002 – FAGI Billing

If you wish to speak with an ODT representative, call 1-888-405-4091, or if you prefer, visit tax.ohio.gov and select [E-mail Us](#) under the Contact tab.