



# Individual Income Tax – Ohio

Ohio's individual income tax can be traced back to 1912, when voters approved a constitutional amendment specifically authorizing the General Assembly to levy such a tax. Legislative action did not follow until December 1971 when the tax was enacted effective Jan. 1, 1972 for individuals and estates. In 2002 the General Assembly expanded the income tax to include trusts.

The individual income tax is currently state government's largest source of revenue. During fiscal year 2010, total net collections exceeded \$7.9 billion. Of that amount, more than \$7.2 billion was directed to the General Revenue Fund, where it represented about 40.2 percent of general fund tax revenue.

Ohio's income tax rates have been gradually falling since 2005, when the 126th General Assembly enacted House Bill 66, scheduling five annual across-the-board income tax rate reductions of 4.2 percent each. Accordingly, for the 2009 taxable year, income tax rates were 16.8 percent lower than they had been for 2004, the year before H.B. 66 was enacted.

In 2009, state law was revised to temporarily postpone the fifth and final income tax rate reduction. As a result, the income tax rates used for 2008 will also apply to the 2009 and 2010 taxable years. The fifth and final rate reduction is now scheduled for taxable year 2011, when tax rates will be 21 percent lower across the board than they were for 2004. Withholding tables implemented in January 2009 remained in effect.

During the 2010 taxable year, the income tax included nine brackets ranging from 0.618 percent on the first \$5,000 of taxable income to 6.24 percent on taxable income in excess of \$200,000. Individual taxpayers whose Ohio taxable income is less than or equal to \$10,000 are effectively exempt from the tax since they receive a full credit against the tax otherwise due.

This chapter includes twelve tables presenting information compiled from 2008 Ohio individual income tax returns (filed in 2009). The data shows that more than 5.4 million taxpayers filed tax returns, reporting total federal adjusted gross income of approximately \$330.4 billion. Approximately 1.3 million returns indicated no tax liability.

## Taxpayer

(Ohio Revised Code 5747.01(N))

The state individual income tax applies to every individual, trust and estate residing in Ohio, earning or receiving income in Ohio, or otherwise having nexus with Ohio. The tax also applies to winners of Ohio lottery prizes.

Withholding responsibilities apply to employers who pay wages and salaries to employees who work in Ohio.

## Tax Base

(R.C. 5747.01)

The tax base is federal adjusted gross income (for individuals) or taxable income (for estates and trusts), plus or minus adjustments according to Ohio income tax law.

Calculating net liability for the tax can be condensed to four steps, as follows:

- Calculate Ohio **adjusted gross income** by applying Ohio additions and deductions to federal adjusted gross income as reported on the federal form 1040.
- Calculate **Ohio taxable income** by subtracting personal and dependent exemptions from Ohio adjusted gross income. For 2010, each taxpayer received a personal exemption, and an exemption for each dependent, of \$1,600.
- Apply tax rates to Ohio taxable income to calculate **gross tax liability**.
- Calculate **net tax liability** by subtracting credits and grants from gross tax liability.

## Rates

(R.C. 5747.02)

The individual Ohio income tax rates for taxable year 2010 are shown below.

\$0 - \$5,050	6.18% of Ohio taxable income
\$5,050 - \$10,100	\$31.21, plus 1.236% of excess over \$5,050
\$10,100 - \$15,150	\$93.63, plus 2.473% of excess over \$10,100
\$15,150 - \$20,200	\$218.52, plus 3.091% of excess over 15,150
\$20,200 - \$40,350	\$374.62, plus 3.708% of excess over \$20,200
\$40,350 - \$80,700	\$1,121.78, plus 4.327% of excess over \$40,350
\$80,700 - \$100,900	\$2,867.72, plus 4.945% of excess over \$80,700
\$100,900 - \$201,800	\$3,866.61, plus 5.741% of excess over \$100,900
more than - \$201,800	\$9,659.28, plus 6.24% of excess over \$201,800

Beginning in 2010, the Tax Commissioner will annually adjust the size of each bracket for inflation each July, per R.C. 5747.02(A). Rates will not change as part of this adjustment. Division (B) of this same code section allows for rates to be temporarily adjusted downward in any year that the director of the Office of Budget and Management certifies that a surplus exists in the Ohio Budget Stabilization (or "Rainy Day") Fund.

## Additions, Deductions and Exemptions

The starting point for the Ohio individual income tax is federal adjusted gross income (FAGI). Additions and deductions are applied to FAGI in order to arrive at Ohio adjusted gross income (OAGI).

### Personal and dependent exemptions (R.C. 5747.025)

For 2010, a \$1,600 personal exemption was available for each taxpayer and for each dependent of the taxpayer. The amount of this exemption, which is subtracted from Ohio adjusted gross income before tax rates are applied, is adjusted annually based upon the gross domestic product deflator.

### Major additions for individuals

Major additions for individuals, to the extent not already included in FAGI, include:

- non-Ohio state or local government interest and dividends.
- a pass-through entity add back.
- income from an electing small business trust.
- losses from the sale of Ohio public obligations.
- non-medical withdrawals from an Ohio Medical Savings Account.
- reimbursement of expenses previously deducted.
- non-education expenditures from a college savings account.
- add back of five-sixths of the depreciation adjustment for Internal Revenue Code sections 168(k) and 179.

### Major deductions for individuals

Major deductions for individuals, to the extent not excluded from FAGI, include:

- certain federal interest and dividends.
- reciprocity income tax paid to other states; (for details, see **Special Provisions**).
- state or municipal income tax overpayments deducted on a prior year's federal income tax return.
- qualified disability and survivorship benefits.
- Social Security and some railroad retirement benefits.
- contributions to a college savings account administered by the Ohio Tuition Trust Authority.
- certain payments to members of the Ohio National Guard.
- unsubsidized health insurance, long-term care insurance, and excess medical expense deduction.
- funds deposited into, and earnings on, an Ohio Medical Savings Account.
- losses from a grantor trust or an electing small business trust.
- wage and salary expenses not deducted due to the federal targeted jobs or work opportunity tax credits.
- interest income from Ohio public and Ohio purchase obligations and gains from the sale or other disposition of Ohio public obligations.
- refund or reimbursement of a prior year federal itemized deduction.

- repayment of income reported in a prior year.
- amount contributed to an individual development account.
- one fifth of the depreciation added back in each of the previous five years.
- military pay received while the resident service member is stationed outside Ohio.
- qualified organ donation expenses.

For a complete listing and explanation of the adjustments to federal adjusted gross income, see form IT 1040, Ohio Income Tax Return and Instructions.

### Adjustments to federal taxable income for estates and trusts

For a complete listing and explanation of the adjustments, see form IT 1041, Ohio Fiduciary Income Tax Return and Instructions.

## Credits

### Individual credits

All individual filers may claim a \$20 credit for each personal and dependent exemption claimed on their return. This credit is known as the personal and dependent exemption credit (R.C. 5747.022).

A number of other credits are also available. They include, in alphabetical order:

**Adoption credit** (R.C. 5747.37) – Individual taxpayers may claim a credit for adoption expenses up to a maximum of \$1,500 per child. Adoption of stepchildren does not qualify for this credit.

**Child and dependent care credit** (R.C. 5747.054) – Individual and estate taxpayers with an income of less than \$40,000 may claim this credit if they made payments that qualified for the federal child and dependent care credit on the federal income tax return.

**Displaced worker training credit** (R.C. 5747.27) – An individual taxpayer may claim a credit for training expenses incurred within 12 months of losing or leaving a job due to abolishment of a position or shift. The maximum credit is 50 percent of the training expenses or \$500, whichever is lower.

**Joint filing credit** (R.C. 5747.05(G)(1)) – A husband and wife who file jointly are allowed a tax credit if each spouse has qualifying Ohio adjusted gross income of \$500 or more. Qualifying income does not include income from interest, dividends and distributions, royalties, rents, capital gains, and state or municipal income tax refunds. The maximum credit is \$650. The credit is a percentage of the tax after all credits are claimed other than the resident, nonresident, part-year resident, and business credits.

**Low income taxpayer credit** (R.C. 5747.056) – Individual taxpayers whose Ohio taxable income is less than or equal to \$10,000 receive a full credit against the tax otherwise due.

**Lump sum distribution credit** (R.C. 5747.05(D)) – Individual taxpayers 65 years of age or older may claim this credit if they received a lump sum distribution from a pension, retirement, or profit sharing plan. The calculation is based upon the expected remaining years of life multiplied by

the value of the senior citizen credit. Taxpayers who claim this credit are barred from claiming future senior citizen credits.

**Lump sum retirement credit** (R.C. 5747.055(C), (D), (E)) – Individual taxpayers may claim this credit if, on retirement, they received a lump sum distribution from a qualified pension, retirement, or profit sharing plan during one tax year. Taxpayers who claim this credit may not claim a retirement income credit in future tax years unless this credit exceeds their tax due. If the credit exceeds their tax due for the year, they may receive a reduced credit in subsequent tax years. A taxpayer may also claim a credit in a future tax year if they receive another pension, retirement, or profit-sharing lump-sum distribution in one taxable year.

**Nonresident credit** (R.C. 5747.05(A)) – Nonresidents may calculate a credit if part of their income was not earned or received in Ohio. Ohio lottery winnings do not qualify for this credit.

**Political contributions credit** (R.C. 5747.29) – Individual and estate taxpayers may claim a credit for contributions made to the campaign committees of candidates for the Ohio General Assembly, the Ohio Supreme Court, and for statewide executive offices. The maximum credit is \$50 for single, head of household, and married filing separate filers and \$100 for married filing joint filers.

**Resident credit** (R.C. 5747.05(B)) – Resident individuals and resident estates may calculate a tax credit if part or all of their income is taxed in another state. The calculation for trusts differs from that used for individuals and estates.

**Retirement income credit** (R.C. 5747.055) – Individual and estate taxpayers receiving retirement benefits, annuities, or distributions from a retirement or profit sharing plan that are included in Ohio adjusted gross income are allowed a credit based on the amount of retirement income received during the taxable year. The maximum credit is \$200.

**Senior citizen credit** (R.C. 5747.05(C)) – Individuals may claim a \$50 credit per return if the taxpayer was 65 years of age on or before Dec. 31 of the taxable year. Estates may claim the credit if the decedent was 65 years or older at the date of death.

#### **Business Credits**

Investors in pass-through entities are eligible for a refundable credit equal to the amount of tax paid on their behalf by the pass-through entity (R.C. 5747.059). A number of other business credits also apply to individuals, estates, and trusts. For more information, see the Business Tax Credits chapter of this annual report.

## **Special Provisions**

### **Military pay and income of military spouses**

Military pay received while the service member is stationed in Ohio is taxable for Ohio residents, but is not taxable while the service member is stationed outside the state. If the taxpayer is not an Ohio resident, Ohio does not tax the military pay. Ohio does tax nonmilitary pay earned in Ohio that is included in federal adjusted gross income.

In November 2009, federal law was amended to extend the principle of domicile that applies to service members to their spouses. Starting in taxable year 2009, nonresident civilian spouses who reside with their spouse on a duty station in Ohio may deduct income earned in Ohio from their Ohio return. Resident military spouses who reside outside the state are still subject to Ohio income taxes.

### **Reciprocity**

Reciprocal agreements with other states (R.C. 5747.05(A)(3)) may affect filing of an Ohio return. Because of agreements Ohio has with bordering states (Indiana, Kentucky, West Virginia, Michigan, and Pennsylvania), an individual does not have to file an Ohio income tax return if:

- the taxpayer was a full-year resident of one of the five listed states for the taxable year, and
- the taxpayer's only source of income within Ohio was from wages, salaries, tips, or commissions generally received from employers unrelated to the taxpayer.

These reciprocal agreements do not apply to nonresidents who directly or indirectly own at least 20 percent of the stock or other equity of Ohio pass-through entities (such as S corporations or partnerships; see R.C. 5733.40(A)(7) for details). These nonresidents must include this compensation in Ohio taxable income but can treat this compensation as business income, which must be apportioned for purposes of computing the nonresident credit. Ohio tax form IT 2023 is used to compute this credit.

### **Residency**

Residency status affects the calculation of the Ohio income tax. Individual taxpayers who have no more than 182 contact periods in Ohio and who have an abode outside of Ohio for the entire year may, under certain circumstances, declare themselves to be a nonresident of Ohio. For details, see information release IT 2007-08, "Personal Income Tax: Residency Guidelines – Tax Imposed on Resident and Nonresident Individuals for Post-2006 Taxable Years," issued in December 2007 and revised in July 2008.

## **Filing and Payment Dates**

(R.C. 5747.07-5747.09)

### **For individuals, estates and trusts**

**Annual return** – The annual income tax return is typically due by April 15 for calendar year taxpayers without an extension. Fiscal year returns are due by the 15th day of the fourth month after the end of the fiscal year.

**Quarterly payments** – Taxpayers must file quarterly declarations if they expect their tax to be under-withheld by more than \$500. Such taxpayers must make estimated payments by April 15, June 15, and Sept. 15 of the current year and by Jan. 15 of the next year.

**Electronic filing** – Generally speaking, tax return preparers who file more than 75 original income tax returns, reports, or other tax payment documents in a calendar year that begins on or after Jan. 1, 2008, must begin filing electronically on Jan. 1, 2010.

### **For employers**

An employer accumulating undeposited taxes of \$100,000 or more is required to make payment within one banking day

by electronic funds transfer (EFT). Otherwise, the following rules apply:

- if an employer withheld no more than \$2,000 during the 12 months ending on June 30 of the preceding year, payments are due within 30 days after the quarter ending in March, June, September, and December.
- if an employer withheld more than \$2,000 and less than \$84,000 during the 12 months ending on June 30 of the preceding year, payments are due within 15 days after the end of the month.
- if an employer withheld at least \$84,000 during the 12 months ending on June 30 of the preceding year, payments are due within three banking days after the end of the partial weekly period and must be made by EFT.

## Disposition of Revenue

During fiscal year 2010, 91.9 percent of revenue from the state income tax – or \$7,247.2 million – was distributed to the General Revenue Fund. The rest was distributed to the Local Government Fund (8 percent or \$629.2 million) and to several much smaller funds.

House Bill 119, the fiscal year 2008-09 operating budget bill enacted in 2007, revised the formula and the revenue accounting associated with the local government funds. Starting in January 2008, all income tax revenue has been directed to the General Revenue Fund. For details on the local government fund changes, see the **Local Government Funds** chapter.

The Ohio Constitution requires that at least 50 percent of the income tax collections be returned to the county of origin. This provision is met primarily through General Revenue Fund allocations to education, Local Government Fund distributions, and local property tax relief (the 10 percent and 2.5 percent property tax rollbacks and the homestead exemption for senior citizen homeowners and certain disabled homeowners).

## Administration

The Department of Taxation administers the Ohio income tax on individuals, estates, and trusts.

## Ohio Revised Code Citations

Chapter 5747.

## Recent Legislation

### Substitute Senate Bill 155, 128th General Assembly (effective March 31, 2010)

This act permits individual taxpayers to direct the state to transmit an income tax refund directly to a pre-existing college savings plan or program account offered by the Ohio tuition trust authority.

### Amended Substitute Senate Bill 194, 128th General Assembly (effective August 19, 2010)

This act permits individual taxpayers to direct the state to transmit an income tax refund directly to the taxpayer's savings or tax-qualified retirement account.

### House Bill 318, 128th General Assembly (effective Dec. 22, 2009)

This act postponed the last of five income tax rate reductions scheduled as part of the 126th General Assembly's House Bill 66. The fifth and final reduction was originally scheduled for taxable year 2009. It is now scheduled for taxable year 2011.

### Public Law 111-97, (the "Military Spouses Residency Relief Act," effective Nov. 11, 2009)

This act of Congress amended the "Service Members Civil Relief Act" to extend the principle of domicile that applies to service members to their spouses as well. Starting with tax years that begin Jan. 1, 2009, an individual who resides in a taxing jurisdiction solely due to the military orders of his/her spouse – and who is domiciled in another jurisdiction that is the same jurisdiction as his/her military spouse – remains subject to income tax in the jurisdiction of their domicile and is exempt from income tax in the jurisdiction where he/she is living with their service member spouse.

## Tables and Charts

The following tables provide a wide variety of statistical information from Ohio individual income tax returns. Please note the following cautions about this data.

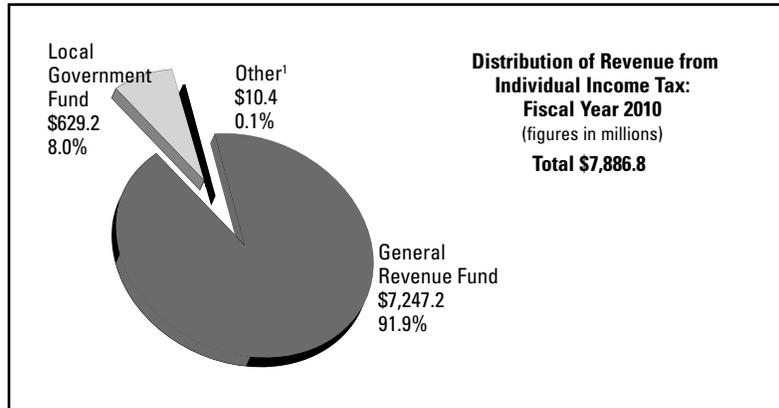
The tables reflect all tax returns filed to date by taxpayers for the taxable year noted. The tables include tax returns that indicate tax liability as well as returns with no tax liability. For example, taxpayers with Ohio taxable income below \$10,000 receive a tax credit that results in no tax liability.

The income of Ohio residents, part-year residents and nonresidents that filed an Ohio individual income tax return has not been reduced to exclude income earned or received outside of Ohio. This is because Ohio law uses tax credits – rather than income exclusions – to prevent income earned or received outside this state from being taxed by Ohio. As a result, income figures in these tables (such as federal adjusted gross income, Ohio adjusted gross income, and Ohio taxable income) include non-Ohio income.

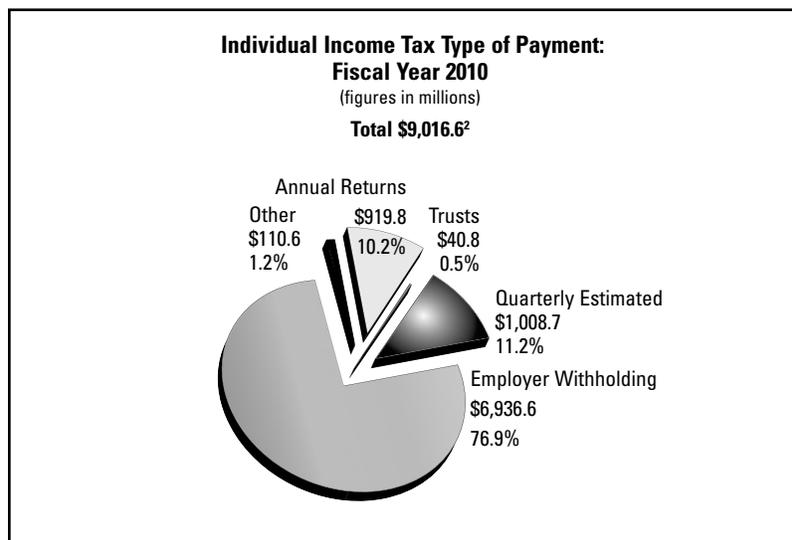
Also, amounts labeled as "Ohio income tax" are after subtraction of the resident credit, part-year resident credit, nonresident credit, and all other tax credits applicable under Ohio law.

Also, note that the income of residents of states adjacent to Ohio is reported in a somewhat different manner from that described above. Under a reciprocity agreement with those states, the wage and salary income earned in Ohio by residents of one of those states is not taxed by Ohio. For those residents, such income is excluded from Ohio adjusted gross income and Ohio taxable income.

**Chart 1**



**Chart 2**



Source: Department of Taxation.

<sup>1</sup> Consists of amounts deposited in the Attorney General Claims Fund and amounts deposited in Ohio Political Party Fund (based on taxpayer checkoffs).  
<sup>2</sup> Includes \$1,127.3 million refunded back to taxpayers.

Chart 3

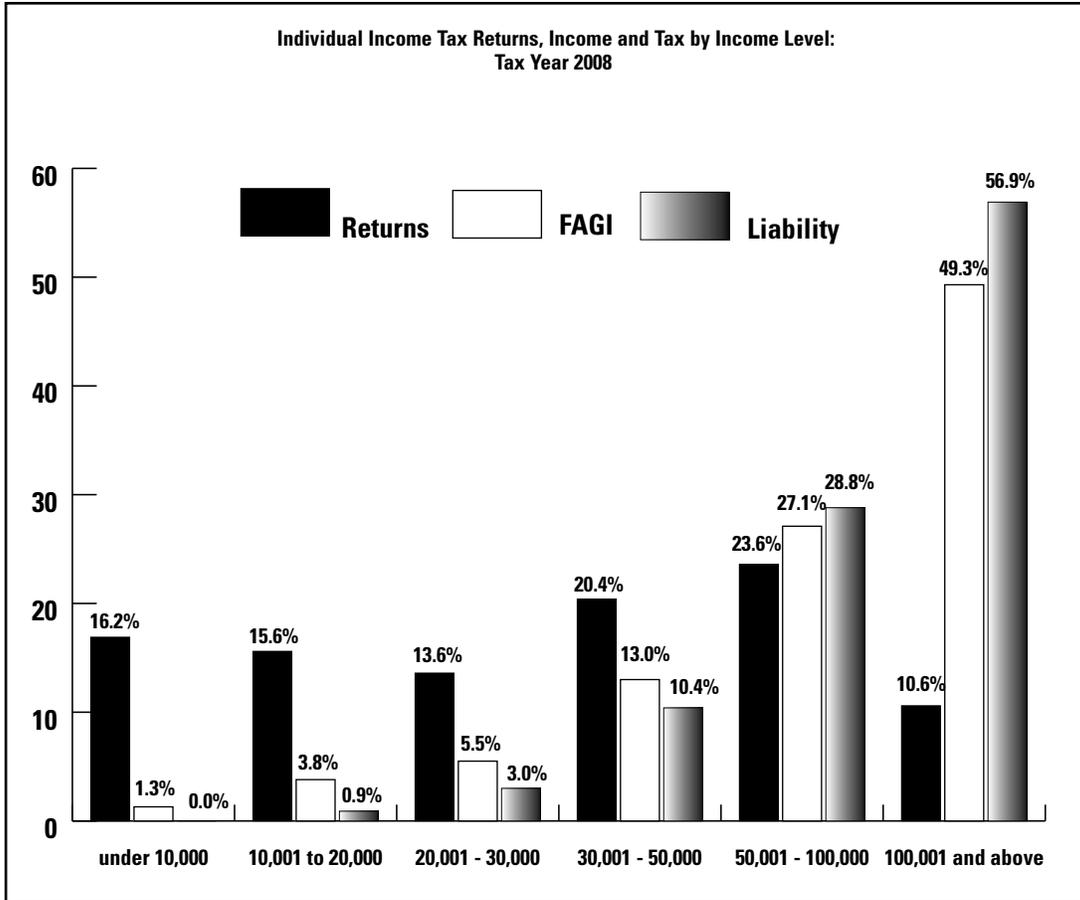


Table 1

2008 Ohio Individual Income Tax Returns, by Income Level									
Income Level	Number of Returns	FAGI	OAGI	Reported Value of Personal Exemptions	Ohio Taxable Income	Tax Before Credits	Value of Joint Filer Credit	Total Income Tax Liability <sup>1</sup>	
Under \$5,000	425,081	\$1,105,469,314	\$1,089,378,371	\$783,843,081	\$528,017,334	\$5,245,235	\$11,835	\$1,458,888	
\$5,001 - 10,000	445,098	3,323,615,680	3,134,223,043	944,731,501	2,268,939,538	16,503,768	3,126	223,958	
10,001 - 15,000	429,921	5,372,208,267	5,048,309,148	1,049,703,005	4,080,050,401	41,749,602	30,240	17,681,757	
15,001 - 20,000	408,594	7,138,855,322	6,724,715,297	1,035,811,509	5,760,811,118	83,535,262	299,124	56,587,805	
20,001 - 25,000	379,384	8,522,675,942	8,051,826,778	988,009,503	7,111,999,593	130,445,532	956,070	101,025,203	
25,001 - 30,000	352,522	9,685,918,618	9,144,063,193	934,762,501	8,252,059,853	178,935,861	2,062,425	148,413,227	
30,001 - 35,000	323,312	10,493,420,674	9,907,383,610	874,908,000	9,071,689,599	218,943,261	3,166,851	188,214,633	
35,001 - 40,000	289,762	10,853,811,005	10,248,969,870	801,805,501	9,476,681,805	245,763,682	4,659,668	214,944,060	
40,001 - 45,000	256,841	10,899,867,025	10,272,711,284	734,476,502	9,561,821,797	261,510,079	6,678,727	230,677,798	
45,001 - 50,000	224,337	10,645,467,360	10,016,445,513	679,623,002	9,356,846,989	269,821,611	8,940,071	238,119,918	
50,001 - 55,000	200,746	10,529,071,158	9,878,980,380	639,700,505	9,257,527,950	279,008,159	10,929,728	245,737,161	
55,001 - 60,000	175,522	10,084,493,220	9,458,758,032	581,733,000	8,892,429,924	277,978,818	10,208,500	246,576,376	
60,001 - 65,000	158,373	9,891,939,225	9,269,306,847	546,454,500	8,751,924,791	282,092,833	11,409,129	250,269,051	
65,001 - 70,000	142,452	9,609,293,816	9,033,612,257	510,430,500	8,533,433,992	282,240,534	12,865,756	249,904,194	
70,001 - 75,000	129,470	9,381,287,554	8,836,555,762	478,362,000	8,365,467,760	282,792,186	14,211,043	249,788,926	
75,001 - 80,000	116,467	9,020,680,363	8,512,919,238	444,241,500	8,074,958,176	278,106,620	14,174,176	245,840,196	
80,001 - 85,000	104,254	8,595,781,924	8,130,422,102	408,625,500	7,733,184,354	270,900,133	9,943,127	243,603,872	
85,001 - 90,000	91,944	8,039,782,023	7,639,258,594	368,664,000	7,274,446,652	259,890,496	8,816,555	234,614,850	
90,001 - 95,000	80,766	7,466,351,289	7,120,883,955	332,032,500	6,791,949,401	247,644,106	8,496,439	224,215,220	
95,001 - 100,000	70,756	6,895,537,108	6,587,438,319	296,548,500	6,294,501,699	233,719,304	8,056,524	211,128,150	
100,001 - 125,000	230,801	25,575,190,970	24,546,562,444	993,768,000	23,562,392,293	921,339,699	31,628,850	830,714,722	
125,001 - 150,000	108,287	14,759,790,216	14,195,127,131	470,767,500	13,728,885,235	583,225,637	19,651,891	518,873,390	
150,001 - 175,000	60,353	9,741,189,885	9,412,318,933	265,074,000	9,149,181,307	410,752,202	13,558,973	361,247,763	
175,001 - 200,000	37,873	7,067,354,866	6,846,907,542	167,731,500	6,685,496,678	311,938,283	9,991,903	270,380,682	
200,001 - 250,000	42,937	9,530,237,586	9,294,266,469	190,633,500	9,104,756,446	444,363,532	13,581,004	378,761,427	
250,001 - 300,000	22,337	6,090,784,467	5,965,265,398	99,975,000	5,867,797,965	301,487,253	8,112,033	251,470,695	
300,001 - 350,000	13,284	4,290,863,393	4,224,601,569	59,865,000	4,165,749,392	221,442,002	4,669,315	181,917,314	
350,001 - 400,000	9,186	3,428,843,618	3,390,694,239	41,812,500	3,349,575,925	182,373,117	3,173,453	145,950,215	
400,001 - 450,000	6,566	2,780,999,517	2,759,989,313	29,956,500	2,730,053,289	151,286,995	2,156,720	118,276,448	
450,001 - 500,000	5,135	2,435,859,275	2,416,352,416	23,427,000	2,393,286,577	134,437,712	1,676,388	103,027,819	
500,001 - 750,000	13,821	8,330,591,064	8,295,741,956	62,539,500	8,233,987,333	473,684,149	4,480,982	347,299,711	
750,001 - 1,000,000	5,584	4,801,896,025	4,802,209,354	24,942,000	4,777,311,723	281,896,164	1,685,393	184,790,019	
1,000,001 - 1,500,000	5,002	6,045,516,395	6,051,344,553	21,520,500	6,031,230,728	361,835,158	1,352,713	213,729,141	
1,500,001 - 2,000,000	2,229	3,843,434,038	3,849,594,164	9,414,000	3,840,194,076	233,165,114	569,400	120,613,508	
2,000,001 - 3,000,000	2,154	5,228,432,295	5,210,667,735	9,160,500	5,206,947,537	318,665,249	511,740	144,668,397	
3,000,001 - 4,000,000	1,124	3,900,254,646	3,897,390,055	4,696,500	3,892,714,493	239,643,056	247,650	99,145,507	
4,000,001 - 5,000,000	679	3,023,975,725	3,031,293,678	2,871,000	3,028,425,677	187,003,022	135,850	64,126,861	
5,000,001 - 10,000,000	1,272	8,825,822,218	8,766,336,189	5,331,000	8,761,042,958	542,997,215	232,050	157,277,849	
Over \$10,000,000	1,055	33,177,552,572	33,162,903,392	4,612,500	33,187,889,102	2,067,865,348	196,300	254,827,891	
	<b>5,375,281</b>	<b>\$330,434,115,659</b>	<b>\$318,225,728,123</b>	<b>\$15,922,564,610</b>	<b>\$303,135,661,462</b>	<b>\$12,516,227,992</b>	<b>\$253,531,721</b>	<b>\$8,346,124,605</b>	

<sup>1</sup> This represents tax liability after all tax credits. Although the joint filer credit is presented in this table, it is not the largest income tax credit. The combined resident and nonresident tax credits account for the largest amount of credit value, totalling \$3.5 billion.

**Table 2**

Comparison of 2007 and 2008 Individual Income Tax Returns										
Income Level (Federal Adjusted Gross Income)	Number of Returns		Federal Adjusted Gross Income		Ohio Taxable Income		Joint Filer Credit		Ohio Income Tax	
	2007	2008	2007	2008	2007	2008	2007	2008	2007	2008
Under \$5,000	461,073	425,081	\$1,234,071,963	\$1,105,469,314	\$537,867,236	\$528,017,334	\$2,120	\$11,835	\$195,986	\$1,458,888
\$5,001 - 10,000	467,370	445,098	3,482,906,915	3,323,615,680	2,415,247,116	2,268,939,538	2,233	3,126	74,879	223,958
10,001 - 15,000	437,711	429,921	5,466,147,927	5,372,208,267	4,213,321,837	4,080,050,401	33,832	30,240	19,870,713	17,681,757
15,001 - 20,000	416,741	408,594	7,281,775,430	7,138,855,322	5,946,136,959	5,760,811,118	334,115	299,124	62,746,805	56,587,805
20,001 - 40,000	1,374,389	1,344,980	40,440,542,602	39,555,826,238	34,959,475,278	33,912,430,851	12,221,299	10,845,013	715,004,094	652,597,124
40,001 - 80,000	1,418,885	1,404,208	80,866,143,522	80,062,099,722	71,788,829,079	70,794,411,381	97,978,702	89,417,130	2,088,329,312	1,956,913,620
80,001 - 100,000	348,908	347,720	31,103,081,549	30,997,452,344	28,260,186,688	28,094,082,105	37,048,818	35,312,645	967,273,092	913,562,092
100,001 - 200,000	433,452	437,314	56,802,090,149	57,143,525,937	52,849,613,493	53,125,955,513	76,429,304	74,831,616	2,078,930,314	1,981,216,558
\$200,000 & above	144,642	132,365	149,337,301,659	105,735,062,834	146,654,008,099	104,570,963,222	46,548,604	42,780,991	3,504,708,316	2,765,882,803
	<b>5,503,171</b>	<b>5,375,281</b>	<b>\$376,014,061,715</b>	<b>\$330,434,115,659</b>	<b>\$347,604,685,766</b>	<b>\$303,135,661,462</b>	<b>\$270,599,026</b>	<b>\$253,531,721</b>	<b>\$9,437,133,510</b>	<b>\$8,346,124,605</b>

**Table 3**

Income Level	Number of Returns with Tax Liability		Ohio Income Tax	
	2006	2007	2006	2007
Under \$5,000	453	592	\$195,986	\$1,458,888
\$5,001 - 10,000	287	663	74,879	223,958
10,001 - 15,000	181,102	168,976	19,870,713	17,681,757
15,001 - 20,000	333,652	318,091	62,746,805	56,587,805
20,001 - 40,000	1,312,210	1,269,941	715,004,094	652,597,124
40,001 - 80,000	1,392,110	1,374,524	2,088,329,312	1,956,913,620
80,001 - 100,000	343,596	342,079	967,273,092	913,562,092
\$100,001 - 200,000	425,813	429,150	2,078,930,314	1,981,216,558
\$200,000 & above	138,138	126,299	3,504,708,316	2,765,882,803
	<b>4,127,361</b>	<b>4,030,315</b>	<b>\$9,437,133,510</b>	<b>\$8,346,124,605</b>

Table 4

2008 Ohio Individual Income Tax Returns for All Filing Status Categories						
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Joint Filer Credit	Ohio Income Tax	Effective Tax Rate <sup>1</sup>
Under \$5,000	425,081	\$1,105,469,314	\$528,017,334	\$11,835	\$1,458,888	0.13%
\$5,001 - 10,000	445,098	3,323,615,680	2,268,939,538	3,126	223,958	0.01%
10,001 - 15,000	429,921	5,372,208,267	4,080,050,401	30,240	17,681,757	0.33%
15,001 - 20,000	408,594	7,138,855,322	5,760,811,118	299,124	56,587,805	0.79%
20,001 - 40,000	1,344,980	39,555,826,238	33,912,430,851	10,845,013	652,597,124	1.65%
40,001 - 80,000	1,404,208	80,062,099,722	70,794,411,381	89,417,130	1,956,913,620	2.44%
80,001 - 100,000	347,720	30,997,452,344	28,094,082,105	35,312,645	913,562,092	2.95%
100,001 - 200,000	437,314	57,143,525,937	53,125,955,513	74,831,616	1,981,216,558	3.47%
\$200,000 & above	132,365	105,735,062,834	104,570,963,222	42,780,991	2,765,882,803	2.62%
	<b>5,375,281</b>	<b>\$330,434,115,659</b>	<b>\$303,135,661,462</b>	<b>\$253,531,721</b>	<b>\$8,346,124,605</b>	<b>2.53%</b>

Table 5

2008 Ohio Individual Income Tax Returns Claiming Married Filing Joint Status						
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Ohio Income Tax	Effective Tax Rate <sup>1</sup>	
Under \$5,000	20,439	\$23,965,514	\$37,510,869	\$1,009,703	n/a	
\$5,001 - 10,000	36,243	280,146,718	109,273,758	97,090	0.03%	
10,001 - 15,000	59,602	755,040,446	438,395,173	516,004	0.07%	
15,001 - 20,000	76,477	1,342,967,267	912,645,259	3,778,857	0.28%	
20,001 - 40,000	323,601	9,770,216,957	7,461,595,703	109,449,511	1.12%	
40,001 - 80,000	697,520	41,784,043,131	35,693,725,114	936,393,386	2.24%	
80,001 - 100,000	271,036	24,213,051,059	21,753,292,427	698,705,558	2.89%	
100,001 - 200,000	367,065	48,082,971,298	44,575,443,049	1,654,331,349	3.44%	
\$200,000 & above	112,918	85,966,356,017	84,964,038,284	2,344,360,353	2.73%	
	<b>1,964,901</b>	<b>\$212,218,758,407</b>	<b>\$195,945,919,636</b>	<b>\$5,748,641,811</b>	<b>2.71%</b>	

Table 6

2008 Ohio Individual Income Tax Returns Claiming Single Filing Status					
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Ohio Income Tax	Effective Tax Rate <sup>1</sup>
Under \$5,000	\$399,457	\$1,068,729,611	\$483,304,539	\$414,155	0.04%
\$5,001 - 10,000	401,375	2,986,355,240	2,119,883,098	117,072	0.01%
10,001 - 15,000	359,499	4,479,622,756	3,531,367,253	16,439,948	0.37%
15,001 - 20,000	311,601	5,432,322,982	4,537,589,066	48,815,091	0.90%
20,001 - 40,000	874,538	25,269,157,495	22,384,006,085	453,839,740	1.80%
40,001 - 80,000	533,899	28,812,502,806	26,268,510,505	756,210,415	2.62%
80,001 - 100,000	53,757	4,756,617,084	4,399,338,030	146,280,269	3.08%
100,001 - 200,000	50,921	6,609,043,766	6,183,260,156	231,173,412	3.50%
\$200,000 & above	15,710	15,540,441,561	15,409,453,946	338,919,082	2.18%
	<b>3,000,757</b>	<b>\$94,954,793,302</b>	<b>\$85,316,712,678</b>	<b>\$1,992,209,184</b>	<b>2.10%</b>

<sup>1</sup> Ohio income tax divided by federal adjusted gross income. Resident and nonresident tax credits have been subtracted in calculating income tax, but FAGI includes all resident and nonresident income.

Table 7

2008 Ohio Individual Income Tax Returns Claiming Married Filing Separate Status						
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Ohio Income Tax	Effective Tax Rate <sup>1</sup>	
Under \$5,000	5,185	\$12,774,189	\$7,201,926	\$35,030	0.27%	
\$5,001 - 10,000	7,480	57,113,722	39,782,682	9,796	0.02%	
10,001 - 15,000	10,820	137,545,064	110,287,974	725,805	0.53%	
15,001 - 20,000	20,516	363,565,073	310,576,793	3,993,857	1.10%	
20,001 - 40,000	146,841	4,516,451,787	4,066,829,063	89,307,873	1.98%	
40,001 - 80,000	172,789	9,465,553,785	8,832,175,762	264,309,819	2.79%	
80,001 - 100,000	22,927	2,027,784,201	1,941,451,648	68,576,265	3.38%	
100,001 - 200,000	19,329	2,451,618,632	2,367,354,067	95,715,457	3.90%	
\$200,000 & above	3,736	4,120,508,157	4,089,719,893	75,883,336	1.84%	
	<b>409,623</b>	<b>\$23,152,914,610</b>	<b>\$21,765,379,808</b>	<b>\$598,557,237</b>	<b>2.59%</b>	

Table 8

2008 Ohio Individual Income Tax Returns by Ohio Taxable Income Level					
Income Level	Number of Returns	\$20 Exemption Credit	Joint Filer Credit	Ohio Income Tax	
Under \$5,000	425,081	\$10,451,289	\$11,835	\$1,458,888	
\$5,001 - 10,000	445,098	12,596,449	3,126	223,958	
10,001 - 15,000	429,921	13,996,061	30,240	17,681,757	
15,001 - 20,000	408,594	13,810,821	299,124	56,587,805	
20,001 - 40,000	1,344,980	47,993,508	10,845,013	652,597,124	
40,001 - 80,000	1,404,208	61,533,625	89,417,130	1,956,913,620	
80,001 - 100,000	347,720	18,744,940	35,312,645	913,562,092	
100,001 - 200,000	437,314	25,297,880	74,831,616	1,981,216,558	
\$200,000 & above	132,365	7,876,760	42,780,991	2,765,882,803	
	<b>5,375,281</b>	<b>\$212,301,333</b>	<b>\$253,531,721</b>	<b>\$8,346,124,605</b>	

<sup>1</sup> Ohio income tax divided by federal adjusted gross income. Resident and nonresident tax credits have been subtracted in calculating income tax, but FAGI includes all resident and nonresident income.

Table 9

2008 Ohio Individual Income Tax Returns Claiming the Joint Filer Credit, by Income Level						
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Ohio Income Tax	Effective Tax Rate <sup>1</sup>	
Under \$5,000	95	-\$7,476,475	\$9,770,288	\$464,522	n/a	
\$5,001 - 10,000	121	954,508	1,587,938	29,802	n/a	
10,001 - 15,000	1,967	27,595,329	22,861,534	145,513	0.53%	
15,001 - 20,000	13,156	235,142,328	181,132,181	1,218,278	0.52%	
20,001 - 40,000	147,852	4,629,919,017	3,767,811,086	54,659,633	1.18%	
40,001 - 80,000	502,050	30,531,249,408	26,780,340,442	695,451,055	2.28%	
80,001 - 100,000	222,937	19,929,813,946	18,203,036,076	585,115,353	2.94%	
100,001 - 200,000	297,269	38,693,858,651	36,264,140,930	1,347,437,558	3.48%	
\$200,000 & above	71,824	43,521,607,474	43,044,988,908	1,376,854,195	3.16%	
	<b>1,257,271</b>	<b>\$137,562,664,187</b>	<b>\$128,275,669,381.5</b>	<b>\$4,061,375,909.4</b>	<b>2.95%</b>	

Table 10

2008 Ohio Individual Income Tax Returns Claiming the Senior Citizen Credit, by Income Level						
Income Level	Number of Returns	FAGI	Ohio Taxable Income	Senior Citizen Credit	Retirement Income Credit <sup>2</sup>	Ohio Income Tax
Under \$5,000	27,231	\$70,300,153	\$22,740,009	\$1,361,465	\$892,766	\$48,084
\$5,001 - 10,000	50,152	388,310,742	221,033,316	2,507,555	4,247,010	24,330
10,001 - 15,000	78,868	992,537,644	685,234,690	3,943,232	10,191,015	393,284
15,001 - 20,000	76,267	1,327,324,419	970,006,909	3,813,295	11,031,605	1,780,594
20,001 - 40,000	196,131	5,688,159,120	4,046,022,467	9,806,176	29,967,520	39,106,842
40,001 - 80,000	194,603	11,111,454,243	7,763,661,784	9,729,745	30,156,376	167,070,346
80,001 - 100,000	45,061	4,005,529,581	2,954,725,040	2,253,000	6,886,920	83,287,227
100,001 - 200,000	55,488	7,341,382,295	5,934,926,445	2,774,255	8,008,630	205,945,704
\$200,000 & above	21,324	22,836,909,922	22,409,603,879	1,066,200	2,479,635	471,341,338
	<b>745,125</b>	<b>\$53,761,908,120</b>	<b>\$45,007,954,540</b>	<b>\$37,254,923</b>	<b>\$103,861,477</b>	<b>\$968,997,749</b>

<sup>1</sup> Ohio income tax divided by federal adjusted gross income. Resident and nonresident tax credits have been subtracted in calculating income tax, but FAGI includes all resident and nonresident income.

<sup>2</sup> This represents only the amount of the retirement income credit taken by senior citizen claimants (those 65 and older).

Table 11

2008 Ohio Individual Income Tax Returns: By County							
County	Number of Returns	FAGI	Ohio Income Tax	County	Number of Returns	FAGI	Ohio Income Tax
ADAMS	11,321	\$413,789,841	\$9,588,004	LORAIN	138,816	\$6,887,575,308	\$198,887,959
ALLEN	47,897	2,145,554,926	59,651,371	LUCAS	190,534	9,488,709,347	284,967,657
ASHLAND	24,042	1,003,348,307	25,749,883	MADISON	18,152	895,501,688	26,121,722
ASHTABULA	44,291	1,749,161,797	43,758,008	MAHONING	106,951	4,889,693,790	137,667,568
ATHENS	22,083	902,439,765	23,842,844	MARION	27,565	1,135,832,461	29,377,766
AUGLAIZE	21,958	1,055,962,577	28,964,763	MEDINA	82,716	4,878,184,400	153,501,076
BELMONT	30,057	1,268,458,468	33,220,505	MEIGS	8,962	342,877,733	8,050,408
BROWN	18,671	741,477,271	17,792,231	MERCER	20,373	940,466,990	27,396,409
BUTLER	162,444	8,793,797,234	265,187,502	MIAMI	48,618	2,488,810,686	75,232,022
CARROLL	12,608	509,952,255	12,689,284	MONROE	6,421	243,024,608	5,654,454
CHAMPAIGN	17,515	776,339,414	20,721,692	MONTGOMERY	242,586	11,814,387,332	337,511,449
CLARK	61,536	2,683,411,831	71,036,039	MORGAN	5,522	195,978,670	4,424,967
CLERMONT	89,449	5,002,518,162	151,786,090	MORROW	14,438	610,960,019	15,611,106
CLINTON	19,969	902,490,538	23,096,152	MUSKINGUM	37,507	1,543,260,747	40,792,611
COLUMBIANA	46,784	1,882,051,287	47,122,043	NOBLE	5,375	195,629,496	4,579,270
COSHOCTON	15,869	615,509,947	15,415,232	OTTAWA	20,878	1,044,426,629	30,127,917
CRAWFORD	20,712	779,443,480	18,444,187	PAULDING	8,921	378,227,625	10,017,788
CUYAHOGA	589,954	31,973,636,668	1,014,639,264	PERRY	14,548	563,987,400	13,838,834
DARKE	25,026	1,054,067,327	28,779,113	PICKAWAY	22,905	1,058,076,524	28,594,144
DEFIANCE	18,658	830,678,712	21,929,557	PIKE	11,556	443,384,809	10,672,062
DELAWARE	76,390	6,634,549,227	248,257,460	PORTAGE	72,030	3,518,270,603	101,152,505
ERIE	37,381	1,751,312,186	50,204,675	PREBLE	18,434	777,026,493	19,486,424
FAIRFIELD	63,887	3,348,604,274	98,173,040	PUTNAM	16,871	811,852,406	23,265,181
FAYETTE	12,955	505,105,768	12,801,853	RICHLAND	55,766	2,373,013,527	63,266,358
FRANKLIN	534,222	28,467,922,519	883,251,402	ROSS	31,913	1,323,162,812	33,968,839
FULTON	20,534	929,965,224	24,907,161	SANDUSKY	29,567	1,211,769,441	30,975,814
GALLIA	11,930	510,098,598	13,681,997	SCIOTO	27,786	1,134,407,768	28,545,260
GEAUGA	44,324	3,317,569,838	121,076,922	SENECA	26,608	1,038,948,961	25,633,163
GREENE	71,331	4,089,489,005	119,223,532	SHELBY	23,549	1,091,751,706	31,699,873
GUERNSEY	17,238	651,697,961	16,282,853	STARK	174,300	8,321,753,202	243,412,021
HAMILTON	375,438	23,335,923,198	798,778,666	SUMMIT	252,399	13,745,124,221	435,605,431
HANCOCK	34,388	1,731,439,513	50,947,497	TRUMBULL	98,159	4,219,649,611	112,049,675
HARDIN	13,120	525,741,964	13,039,048	TUSCARAWAS	43,453	1,989,045,605	59,341,290
HARRISON	6,490	243,283,771	5,761,784	UNION	22,114	1,299,677,491	40,766,602
HENRY	13,576	597,707,132	15,542,467	VAN WERT	13,906	579,615,706	14,913,729
HIGHLAND	18,031	666,919,375	15,748,045	VINTON	4,628	167,846,793	3,937,217
HOCKING	12,014	463,897,217	11,239,368	WARREN	94,004	6,573,985,517	222,746,258
HOLMES	14,784	623,087,064	17,484,226	WASHINGTON	27,208	1,197,515,254	31,259,303
HURON	28,520	1,184,397,403	31,158,984	WAYNE	52,186	2,411,840,553	67,556,857
JACKSON	13,524	534,230,935	13,709,851	WILLIAMS	18,108	746,119,812	19,212,815
JEFFERSON	30,245	1,270,810,707	32,473,511	WOOD	57,030	3,263,849,848	104,974,280
KNOX	25,490	1,160,982,162	31,763,345	WYANDOT	10,796	428,260,030	10,802,273
LAKE	115,675	5,935,013,182	174,002,450				
LAWRENCE	25,154	1,021,688,932	25,263,682	<b>COUNTY TOTAL</b>	<b>5,218,531</b>	<b>\$267,598,443,232</b>	<b>\$8,062,070,871</b>
LICKING	75,099	3,756,575,105	108,885,411				
LOGAN	21,788	992,857,543	27,399,522	<b>OTHER<sup>1</sup></b>	<b>156,750</b>	<b>62,728,023,087</b>	<b>277,337,362</b>
				<b>STATE TOTAL</b>	<b>5,375,281</b>	<b>\$330,326,466,319</b>	<b>\$8,339,408,233</b>

1 Includes non-resident returns.

Table 12

Rank of Counties By Average Income As Reported On 2008 Ohio Individual Income Tax Returns							
County	FAGI	Percentage of State Average	Rank	County	FAGI	Percentage of State Average	Rank
ADAMS	\$36,551	71.3%	85	LOGAN	\$45,569	88.9%	35
ALLEN	44,795	87.4%	39	LORAIN	49,617	96.8%	21
ASHLAND	41,733	81.4%	55	LUCAS	49,801	97.1%	20
ASHTABULA	39,492	77.0%	72	MADISON	49,333	96.2%	22
ATHENS	40,866	79.7%	63	MAHONING	45,719	89.2%	34
AUGLAIZE	48,090	93.8%	26	MARION	41,206	80.4%	59
BELMONT	42,202	82.3%	50	MEDINA	58,975	115.0%	5
BROWN	39,713	77.4%	69	MEIGS	38,259	74.6%	79
BUTLER	54,134	105.6%	12	MERCER	46,162	90.0%	32
CARROLL	40,447	78.9%	66	MIAMI	51,191	99.8%	16
CHAMPAIGN	44,324	86.4%	41	MONROE	37,848	73.8%	80
CLARK	43,607	85.0%	44	MONTGOMERY	48,702	95.0%	24
CLERMONT	55,926	109.1%	9	MORGAN	35,491	69.2%	88
CLINTON	45,195	88.1%	38	MORROW	42,316	82.5%	49
COLUMBIANA	40,229	78.5%	67	MUSKINGUM	41,146	80.2%	61
COSHOCTON	38,787	75.6%	75	NOBLE	36,396	71.0%	86
CRAWFORD	37,632	73.4%	82	OTTAWA	50,025	97.6%	18
CUYAHOGA	54,197	105.7%	11	PAULDING	42,397	82.7%	48
DARKE	42,119	82.1%	53	PERRY	38,767	75.6%	76
DEFIANCE	44,521	86.8%	40	PICKAWAY	46,194	90.1%	31
DELAWARE	86,851	169.4%	1	PIKE	38,368	74.8%	78
ERIE	46,850	91.4%	28	PORTAGE	48,845	95.3%	23
FAIRFIELD	52,414	102.2%	14	PREBLE	42,152	82.2%	51
FAYETTE	38,989	76.0%	74	PUTNAM	48,121	93.8%	25
FRANKLIN	53,289	103.9%	13	RICHLAND	42,553	83.0%	47
FULTON	45,289	88.3%	37	ROSS	41,462	80.9%	58
GALLIA	42,758	83.4%	46	SANDUSKY	40,984	79.9%	62
GEAUGA	74,848	146.0%	2	SCIOTO	40,827	79.6%	64
GREENE	57,331	111.8%	7	SENECA	39,046	76.1%	73
GUERNSEY	37,806	73.7%	81	SHELBY	46,361	90.4%	29
HAMILTON	62,157	121.2%	4	STARK	47,744	93.1%	27
HANCOCK	50,350	98.2%	17	SUMMIT	54,458	106.2%	10
HARDIN	40,072	78.1%	68	TRUMBULL	42,988	83.8%	45
HARRISON	37,486	73.1%	83	TUSCARAWAS	45,775	89.3%	33
HENRY	44,027	85.9%	42	UNION	58,772	114.6%	6
HIGHLAND	36,987	72.1%	84	VAN WERT	41,681	81.3%	56
HOCKING	38,613	75.3%	77	VINTON	36,268	70.7%	87
HOLMES	42,146	82.2%	52	WARREN	69,933	136.4%	3
HURON	41,529	81.0%	57	WASHINGTON	44,013	85.8%	43
JACKSON	39,502	77.0%	71	WAYNE	46,216	90.1%	30
JEFFERSON	42,017	81.9%	54	WILLIAMS	41,204	80.4%	60
KNOX	45,547	88.8%	36	WOOD	57,230	111.6%	8
LAKE	51,308	100.1%	15	WYANDOT	39,668	77.4%	70
LAWRENCE	40,617	79.2%	65				
LICKING	50,022	97.5%	19	<b>TOTAL</b>	<b>\$51,279</b>	<b>100.0%</b>	

Note: Includes only returns indicating a county residence.