

OHIO'S TAXES

This publication, **2002 Ohio's Taxes - A Brief Summary of Major State and Local Taxes in Ohio**, includes the following information on each tax:

- Tax Base
- Tax Rate
- Major Exemptions
- Revenue
- Disposition of Revenue
- Sections of the Ohio Revised Code
- Responsibility for Administration
- Remitter of Tax
- Payment Dates
- Special Provisions / Credits
- History of Major Changes
- Comparison with Other States

Due to the declining economy and a projected budget deficit, the General Assembly enacted tax law changes impacting the fiscal years 2002-2003 biennium. The passage of Amended Substitute House Bill 405, which occurred in December of 2001, was in response to an estimated deficit of \$1.5 billion. Amended Substitute House Bill 405 made three significant changes to state tax law. First, beginning February 1, 2002, sales taxes on taxable leases must be paid up front. Second, the minimum allowable discount rate for cigarette stamp payments is reduced from 3.6 to 1.8 percent. Third, dealers in intangibles owned by financial institutions become subject to the dealers in intangibles tax beginning with the 2003 payments.

Under previously enacted law, the assessment rate for tangible personal property tax on inventories declines to 24 percent from 25 percent in tax year 2002. Amended Substitute House Bill 94, the current state budget, freezes for two years the allocation of monies to the local government funds at the fiscal year 2001 levels. Finally, because there was no surplus in state funds, the tax year 2001 personal income tax rates return to the statutory rates for the first time since 1995.

Data for the Comparison with Other States came from Commerce Clearing House, revenue agency websites, or discussion with personnel in other revenue agencies. The information in this publication is current as of May 2002.

For current and historical tax data,
please visit our web site:
www.state.oh.us/tax

TABLE OF CONTENTS

PAGE

OHIO'S TAXES	i
EXPLANATION OF REVENUE FIGURES	ii
STATE TAXES	1 - 97
GEN. REV. FUND SOURCES (CHART)	2
GEN. REV. FUND EXPENDITURES (CHART)	3
COMPARING STATE TAX BURDENS	4
ALCOHOLIC BEVERAGE TAXES	5
CIGARETTE AND OTHER TOBACCO PROD. TAX	12
CORPORATE FRANCHISE TAX	16
DEALERS IN INTANGIBLES TAX	27
ESTATE TAX (Partially Local)	29
GRAIN HANDLING TAX	34
HORSE RACING TAX	36
INDIVIDUAL INCOME TAX	41
INSURANCE TAX - DOMESTIC	51
INSURANCE TAX - FOREIGN	55
KILOWATT HOUR TAX	58
MOTOR VEHICLE FUEL TAX	62
MOTOR VEHICLE FUEL USE TAX	65
MOTOR VEHICLE LICENSE TAX (Partially Local)	67
NATURAL GAS CONSUMPTION TAX	73
PASS-THROUGH ENTITY TAX	75
PUBLIC UTILITY EXCISE TAX	79
REPLACEMENT TIRE FEE	85
SALES AND USE TAX	87
SEVERANCE TAX	94
 LOCAL TAXES	 98 - 153
ADMISSIONS TAX	99
ALCOHOLIC BEVERAGE TAXES - COUNTY	102
CIGARETTE TAX - COUNTY	105
INDIVIDUAL INCOME TAX - SCHOOL DISTRICT	107
LODGING TAX	110
MANUFACTURED HOME TAX	117
MUNICIPAL INCOME TAX	123
PROPERTY TAX - GENERAL TANGIBLE	129
PROPERTY TAX - PUBLIC UTILITY TANGIBLE	136
PROPERTY TAX - REAL	143
SALES AND USE TAX - COUNTY AND TRANSIT AUTHORITY	150