

Commercial Activity Tax

History of Major Changes

2005 The CAT is enacted as part of House Bill 66.

2006 Legislation excludes certain pre-income tax trusts and taxes collected by a taxpayer from a consumer. Also, an exemption is added, effective Jan. 1, 2007, for qualified distribution centers, which are required to pay a \$100,000 annual fee.

2007 H.B. 119 permanently devotes 70% of CAT revenue into the School District Tangible Property Tax Replacement Fund. Previously, this provision would have expired after FY 2018.

2009 The Ohio Supreme Court reverses a lower appeals court decision and upholds the constitutionality of the CAT by deciding that it is a privilege tax and not a transactional tax.
