

Village of Lexington – Income Tax Division

IMPORTANT INFORMATION IN PREPARING 2021 RETURNS

- Income Tax Returns AND tax payments are due **April 18, 2022**. The village follows IRS due dates. Mailed tax returns must be post-marked by April 18, 2022. Returns and payments submitted after April 18, 2022, are subject to penalty, interest, and late filing fees.
- Per the IRS deadline, S-Corp and Partnership deadlines are **March 15, 2022**.
- Net operating loss carry forwards are permitted but are limited per ORC 718.01. A separate worksheet must be included.
- **All residents over the age of 18, regardless of income liability, are required to file a tax return with the Village of Lexington.**
- **Unemployment income is not taxable. This income is listed on your Federal Schedule 1, please make sure you submit a copy.**
- A late filing fee of \$25.00 *per month* (up to \$150.00) will be assessed on every tax return filed after April 18, 2022.
- Income and tax credits may be prorated for the time of residency in Lexington. Attach a separate worksheet with an explanation of your calculations.
- If you retired or started earning social security during 2021, and no longer earn a taxable income, you must file a “final” return, which is required to inactivate your account.
- **2106 expenses are no longer deductible.** The 2018 Tax Cuts and Jobs Act eliminated the deduction of unreimbursed expenses.
- If you are a non-resident requesting a refund, please use the form titled “Non-Resident Employee Refund Application”.
- W2s, a copy of the first page of your Federal Tax Return (1040), applicable Federal Schedules, and documents supporting any miscellaneous income MUST be attached to your return. Your tax return is considered incomplete without this information and will be subject to further penalties for failure to submit the required paperwork. **Please know that due to the recent changes to the Federal 1040, if there is income listed on your 1040 stemming from the Schedule 1, you will need to provide a copy of your Schedule 1.**
- The Village accepts cash, check, money order, and credit/debit card payments. Please make checks/money orders payable to the Village of Lexington. Do not mail cash. Receipts are available upon request.
- Credit cards are accepted in person during business hours only. You may make a payment online 24 hours a day by visiting: www.lexingtonohio.us, click on “Pay Online”, and select Income Tax Payments. You are required to have an account number as well as the amount due, please contact the Income Tax Department for this information.
- Chapters 171 and 173 of the Codified Ordinance of the Village of Lexington supersedes any interpretation presented.

Village of Lexington Income Tax Attachment Checklist

The Village of Lexington Income Tax Division is requesting you take a few minutes to go down this list and ensure you've attached the required paperwork to your return. We hope to minimize the amount of letters sent each year requesting this information. Thank you!

_____ W2(s) 

- Did you use the highest amount reported? Usually in box 5 or 18.
- Did you calculate your tax credit by using the WAGE in box 18 multiplied by .005?
- If you work in multiple cities, please submit ALL copies of W2s showing each city that had tax withheld. Tax credit cannot be correctly calculated without this information!


_____ Federal 1040, page 1. 

- This is what you file with the IRS. A printed copy must be attached with your return. If you e-filed on a website such as TurboTax, you will need to login and print a hard copy.


_____ Federal Schedule 1 

- Not everyone has a Schedule 1! This form is titled Schedule 1 in the top, left hand corner of your Federal tax return. Line 8 on your Federal 1040 will also indicate if you have any income reported on the Schedule 1.
- The Schedule 1 is important because it shows additional income, which may or may not be taxable. Income from your Federal Schedule C, Schedule E, and Schedule F are taxable.

_____ Federal Schedule C, E, or F. 

_____ Paperwork showing miscellaneous income that isn't reported on a Federal Schedule. 

- Gambling winnings are taxable! Make sure you include the 1099-G, as tax may have been withheld for another city on it, and you can take a tax credit for that as well.
- 1099-Rs are not taxable. You do not need to include it with your return, either.

_____ A payment! 

- We accept cash, check, money order, and credit/debit card payments. Please do not mail cash! There is an additional fee for credit and debit card payments, which is 3.5% of what you're paying.
- If you pay online, you must still submit a paper copy of your completed tax return!

Mailing and contact information:
 LEXINGTON INCOME TAX
 44 WEST MAIN STREET
 LEXINGTON, OH 44904
 Mon-Fri 8:30am-5:00pm
 419-884-0765 ext 4

TAX YEAR: 2021
VILLAGE OF LEXINGTON
INCOME TAX RETURN

YOUR RETURN MUST BE POSTMARKED ON OR BEFORE APRIL 18TH
 ADDITIONAL FORMS AVAILABLE ON OUR WEBSITE: www.lexingtonohio.us
 FILING REQUIRED EVEN IF NO TAX IS DUE

Check all that apply:
 Retired:
 Military: A R
 Disability:
 Unemployed:
 Under 18: DOB: ___/___/___

NAME: _____ SOCIAL SECURITY NUMBER(S): _____ PARTIAL YEAR RESIDENT:
 SPOUSE: _____ - - - - - DATE MOVED IN: ___/___/___
 ADDRESS: _____ - - - - - DATE MOVED OUT: ___/___/___
 _____ TAXPAYER'S PHONE NUMBER: _____ PREVIOUS ADDRESS:
 _____ () - - - - - _____

ATTACH W2s, FEDERAL 1040 PAGE 1 & 2, FEDERAL SCHEDULES, AND MISC INCOME

INCOME
 1 Enter qualifying wages & compensation - attach W2(s) 1 \$ _____
 2 Miscellaneous income - attach applicable paperwork 2 \$ _____
 3 Business income - attach Schedule E, C, F, or other applicable paperwork 3 \$ _____
 4 TOTAL INCOME SUBJECT TO TAX (add lines 1, 2 and 3) INCOME 4 \$ _____

TAX
 5 LEXINGTON TAX: 1% (multiply line 4 by 0.01) TAX 5 \$ _____

ATTACH W2S AND/OR OTHER CITY RETURNS TO SUBSTANTIATE CREDIT REPORTED

CREDITS ATTACH W2S HERE
 6 Lexington tax withheld per W2(s) - DO NOT enter School Taxes paid 6 \$ _____
 7 Credit for tax paid to other municipalities(wage on each W2 box 18 x 0.005 separately, enter total here) 7 \$ _____
 8 Estimated tax paid for current tax year 8 \$ _____
 9 Credit carryover 9 \$ _____
 10 TOTAL CREDIT (add lines 6, 7, 8 and 9) CREDIT 10 \$ _____

BALANCE DUE, REFUND OR CREDIT
 11 TAX DUE (if line 5 is greater than line 10, subtract line 10 from line 5) 11 \$ _____
 12 OVERPAYMENT (if line 10 is greater than line 5, subtract line 5 from line 10) 12 \$ _____
 13 A. Penalty: 15% of the unpaid tax due after April 15th 13A \$ _____
 B. Interest: Federal Short Term Rate + 5%, per annum, of unpaid tax after April 15th 13B \$ _____
 C. Late Filing Fee: **\$25.00 PER MONTH LATE (up to \$150.00)** 13C \$ _____
 D. TOTAL PENALTY, INTEREST AND LATE FEE (add lines 13A, 13B and 13C) 13D \$ _____
 14 TOTAL DUE (add lines 11 and 13D OR subtract line 13D from line 12) 14 \$ _____
 15 OVERPAYMENT (subtract line 13D from line 12) Indicate distribution below: (see instructions) 15 \$ _____
 A. Carryover to next year/apply to prior balance \$ _____ B. Refund \$ _____

DECLARATION ONLY REQUIRED IF YOUR LEXINGTON TAX LIABILITY WAS OVER \$200 FOR LAST YEAR

DECLARATION OF ESTIMATED TAX
 16 Tax due before estimated payments and credit carryover (subtract lines 6 and 7 from line 5) 16 \$ _____
 17 Credit carryover to next year (line 15A) 17 \$ _____
 18 Declaration amount (subtract line 17 from line 16) 18 \$ _____
 19 1ST QUARTER PAYMENT (multiply line 18 by 22.5%) 19 \$ _____

TOTAL DUE
 20 Line 14 \$ _____ + Line 19 \$ _____ = TOTAL PAYMENT DUE 20 \$ _____

I certify that I have examined this return, including accompanying W2s, schedules and statements, and to the best of my knowledge and belief, it is true, correct and complete. If prepared by a person other than the taxpayer, this declaration is based on all information of which preparer has any knowledge. Mailing income tax returns without payment, proper documentation, and/or signature does not constitute a filing.

X _____ DATE _____
 SIGNATURE OF TAXPAYER

 SIGNATURE OF PREPARER, IF OTHER THAN TAXPAYER DATE

X _____ DATE _____
 SIGNATURE OF TAXPAYER

() - _____
 TAX PREPARER'S PHONE NUMBER

IF YOUR RETURN WAS PREPARED BY A TAX PREPARER, MAY WE CONTACT HIM/HER IF WE HAVE QUESTIONS? YES NO

GENERAL FILING INFORMATION

VILLAGE OF LEXINGTON TAX OFFICE LOCATION: 44 West Main Street, Lexington, OH 44904.

LEXINGTON INCOME TAX RATE: 1%

MAXIMUM CREDIT for tax paid to other municipalities: 0.5%

DEADLINE TO FILE your Lexington Income Tax Return is due April 18th, or the IRS due date. Returns received by the tax office after this date or postmarked by the Postal Service after this date will be considered late and will be subject to penalty, interest and a late filing fee.

EXTENSIONS: If you filed a Federal Extension, this must be attached to your return. Failure to submit a copy of the Federal Extension will result in a late filing fee. Please note that an extension to file is NOT an extension to pay. Tax is due April 18th or the IRS due date.

REMITTANCE: Cash, check, money order, and major credit cards are accepted. Make check or money order payable to Lexington Income Tax. Credit card may be paid in person during business hours or online. Balances less than \$10.00 need not be paid, but the return must still be filed by April 18th. Payments must be received or postmarked by April 18th to avoid penalty, interest and late fees.

WEBSITE: Lexington Income Tax Forms and Information are available on our website at www.lexingtonohio.us. You may also make payments on the website, but must know the account number and amount due.

SCHOOL DISTRICT TAX: The School District Number for Lexington Schools is #7003. School taxes paid may look like local income tax on your W2. This is not local income tax and you may not take credit for it on your Lexington Tax Return. The State of Ohio Administers School District Tax and can be reached at 1-800-282-1780.

STUDENT FILING REQUIREMENTS: If you turned 18 years of age during tax year and your legal domicile (residency) is in the Village of Lexington, you are required to file an annual tax return even if no tax is due. College students maintaining the Village of Lexington as their legal domicile (residency) are subject to all Village of Lexington Tax regulations. If you used an address inside the corporation limits of the Village of Lexington to file your Federal and State tax returns, you are considered a resident of the Village of Lexington.

MANDATORY FILING: Village of Lexington residents, age 18 and older, are required to file an annual Village of Lexington tax return, even if no tax is due. Partial year residents are required to file a return on the portion of income earned while a resident of Village of Lexington. Non-residents are required to file a tax return on any income earned inside the corporation limits of Village of Lexington, even if no tax is due. All retired persons with no taxable income and those on permanent SS disability are required to file one year.

JOINT FILING: Spouses may elect to file joint tax returns regardless of how the federal tax return is filed.

NON-RESIDENTS: A non-resident does not need to file a Village of Lexington tax return if the tax was fully withheld by the employer. Non-residents must file and report business activity income including rental income even if a net loss is realized.

THE FOLLOWING INCOME IS EXEMPT FROM VILLAGE OF LEXINGTON TAX: Military pay, reserve pay, capital gains, losses, dividends, interest, pension income, parsonage allowance, alimony, Social Security Benefits, State of Ohio unemployment benefits, Public Assistance payments, annuities (at time of distribution), IRS Section 125 cafeteria plans, moving expenses, and income from which the Village is specifically prohibited from taxing. NOTE: Parsonage allowances and moving expenses are limited to the extent allowed on Federal Income Tax.

LINE BY LINE INSTRUCTIONS: Verify that your name and address are correct on the tax form. Fill in your social security number(s) and phone number. If you were a partial year resident, fill in the date you moved in or out of the Village of Lexington and provide your previous address.

LINE 1 Enter the total qualifying wages (usually W2 box 5 or box 18, the higher amount.) Contributions to deferred compensation plans (such as 401(k)) are taxable. See Chapter 171 and 173 of the Codified Ordinances of the Village of Lexington for a complete listing of taxable income. 2106 expenses are NOT deductible. Partial year residents may prorate income. Attach worksheet with calculations. Gambling winnings are taxable.

LINE 2 If applicable, enter miscellaneous income, such as tips, not included in wages, and 1099 income not included on your Federal Schedule. Do not report credits or refunds reported on 1099G(s) - use line 9 for credits.

LINE 3 Report income from Federal Schedules C, E, and/or F. Loss may offset profit, but cannot offset W2 income. Attach all copies of the federal schedules as well as the Federal Schedule 1.

LINE 4 Add lines 1, 2 and 3.

LINE 5 Multiply line 4 by 1% (0.01).

LINE 6 Enter the amount of the Village of Lexington tax withheld as shown on your W2s in box 19. Box 20 reflects the municipality in which tax was withheld for. Do not report school tax withheld.

LINE 7 Village of Lexington residents may claim credit for tax paid to another municipality, up to a maximum of 0.5%. Credit for tax erroneously paid to another municipality is not allowed, whether or not you requested or received a refund of said tax. Credit is based on tax being withheld at the city's tax rate. Multiply the wage in box 18 by .005 for this credit. Partial year residents will receive a prorated tax credit. Attach a worksheet with calculations.

LINE 8 Enter estimated tax payments paid. Contact the tax office for total if you are unsure.

LINE 9 Enter credit carryover from previous tax year.

LINE 11 If line 5 is greater than 10, subtract line 10 from line 5.

LINE 12 If line 10 is greater than 5, subtract line 5 from line 10.

LINE 13 Penalty, interest, and late filing fees start April 16th. Calculate each as follows:

A. PENALTY: Multiply line 11 by 15%.

B. INTEREST: Multiply line 11 by the Federal Short Term rate + 5%, per annum (5% annually, .42% per month)

C. LATE FEE: \$25.00 PER MONTH LATE, up to \$150.00

D. Add lines 13A, 13B and 13C.

LINE 14 Add lines 11 and 13D, or subtract line 13D from line 12. **Payment is not required if \$10.00 or under.**

LINE 15 Subtract line 13D from line 12. Overpayment of \$10.00 or less will not be refunded. Indicate distribution of overpayment. All overpayments are automatically credited to the next tax year if not specifically requested as a refund.

LINE 16 Line 5 minus line 6 and line 7.

LINE 17 Enter credit carryover from line 15A.

LINE 18 Subtract line 17 from line 16.

LINE 19 Multiply line 18 by 22.5% (0.225).

NOTE: IF YOU HAVE FILED ONE YEAR WITH NO INCOME DUE TO RETIREMENT AND/OR PERMANENT DISABILITY, YOU ARE NOT REQUIRED TO FILE. **Chapter 171 and 173 of the Codified Ordinance of Village of Lexington supersedes any interpretation of these guidelines.**