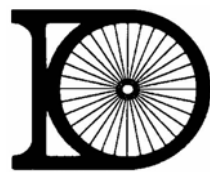


2008



CITY OF DELAWARE

1 S. Sandusky St. • Delaware, OH 43015

FILING INFORMATION

FILING DATE:

Your Return Must Be Filed By: APRIL 15, 2009

REMITTANCE:

Make Your Remittance Payable To:
City of Delaware Income Tax

MAILING:

Mail Your Return And Remittance To:
City of Delaware
Income Tax Department
P.O. Box 496
Delaware, OH 43015-0496

Additional forms may be downloaded from the City's website:

www.delawareohio.net

ASSISTANCE:

For questions not answered in this booklet or for additional forms and information, call (740) 203-1225.

FILING EXTENSIONS MUST BE SUBMITTED BY APRIL 15.

GENERAL INFORMATION

1. **WHO MUST FILE:** All Delaware residents and part-year residents are subject to the Delaware Income Tax and required to file a tax return by April 15, 2009.

Non-resident taxpayers who have income derived within the City of Delaware, and for whom the tax is not withheld by their employer, must file a Delaware income tax return by April 15, 2009.

Anyone receiving a pre-printed form is on active status. Please notify the Tax Department in writing with full details of filing status changes for inactivation of account.

2. **DELAWARE TAXABLE INCOME** is defined as salaries, wages, commissions, and other compensation and would include but not be limited to - bonuses, incentive payments, directors fees, property in lieu of cash, tips, allocated tips, dismissal or severance pay, vacation and sick pay, temporary disability pay if received as a benefit of employment (includes third party plan), excess group life insurance premiums, wage continuation plans, supplemental unemployment benefits, pension plan contributions, and other compensation earned, received, accrued or deferred before any deductions, income from jury duty, stock options, royalties (unless derived from registered copyrights, patents or trademarks).
3. **NON-TAXABLE INCOME:** Military pay, social security benefits, interest, dividends, capital gains, lottery winnings, permanent disability, alimony, child support, unemployment compensation, aid to dependent children, poor relief, workers' compensation, retirement pensions and annuities, and the net profits of any civic, charitable, religious, fraternal or other organization as specified in Ohio Revised Code Section 718.01.
4. **DOCUMENTATION:** All income, credits and deductions must be substantiated by legible copies of W-2's, 1099's, and proper federal schedules. Credits and deductions will be disallowed if not properly documented. All employees' business expense deductions must be supported by a federal Form 2106.
5. **RETIREMENT PLANS:** No deduction is allowed for contributions made into IRA, Keogh, SEP, 401(k), deferred compensation, or similar retirement plans. Income may not be deferred for city taxes.

6. **CREDITS:** A partial credit is allowed for taxes due and paid to another city. This credit is the lesser of .50 of the tax paid to the other city, or .007 of the income taxed by the other city and Delaware. Credit claimed must be supported by W-2's or copies of the other city's tax return along with copies of canceled checks showing payment of the other city's tax.
7. **PART-YEAR RESIDENTS:** A return must be filed by part-year residents living in the City for any part of 2008. Income, deductions, and credits may be allocated on a pro-rata basis or by employer verification (i.e., payroll check stubs or letter detailing income earned during Delaware residency).
8. **BUSINESS LOSSES:** Losses from self-employment, partnership interests, rental property and other like businesses may not be used to offset W-2 or 1099 income. Only related losses may be carried forward for a period of three (3) years to offset future related income.
9. **EXTENSIONS OF TIME TO FILE:** All taxpayers unable to file a completed return by April 15, 2009 must file an extension of time to file before the due date of the return. The City will accept copies of federal extension forms as appropriate City of Delaware extension requests. Extensions may be granted for periods not to exceed one month beyond the federal extension. Any extension request received after the due date of the return may be subject to rejection. **IMPORTANT:** An extension is not an extension of time for payment of tax. Payment of any tax balance due must accompany the filing extension request. Even though an extension has been granted, penalty and interest will be charged from the date the tax should have been paid (without extension) until the date of payment. Notice of extension authorization will not be sent unless requested.
10. **PENALTY AND INTEREST:** Returns received after a postmark of April 15, 2009 will be subject to penalty charges of 1% per month (\$10.00 minimum), and interest charges of 1% per month on taxes not paid by the due date of the return.
11. **UNDERPAYMENT PENALTY:** Seventy percent of tax liability should be paid by January 31, 2009 to avoid penalty assessment on 2008 filing.

DECLARATION OF ESTIMATED TAX FOR 2009

Note: The tax rate for the City of Delaware increased to 1.55% as of January 1, 2009.

1. **WHO MUST MAKE A DECLARATION:** Every person who anticipates receiving any taxable income or who engages in any business, profession, enterprise, or activity subject to Delaware income tax which is expected to be \$60.00 or more after excluding Delaware withholding and applicable credits must file a Declaration of Estimated Tax.

Seventy percent (70%) of City of Delaware income tax must be paid on or before January 31, 2010, or be subject to a declaration penalty of 1% per month and interest of 1% per month of the underpayment.
2. **PAYMENT OF ESTIMATED TAX:** The estimated tax may be paid in full with the declaration or in equal installments on or before April 16, July 31, October 31, and January 31. The quarterly installments will be billed. The estimate may be amended at any time.

2009 DECLARATION PAYMENT CALENDAR

APRIL 15, 2009File Declaration with 1/4th payment.
JULY 31, 2009Make 2nd quarterly payment.
OCTOBER 31, 2009.....Make 3rd quarterly payment.
JANUARY 31, 2010Make 4th quarterly payment.
APRIL 15, 2010File return. Pay any balance.