

**VILLAGE OF CYGNET
ADMINISTRATOR OF TAXATION
CYGNET, OHIO**

TO THE CITIZENS OF THE VILLAGE OF CYGNET, OHIO:

MUNICIPAL INCOME TAX INFORMATION

The information contained in this letter does not cover the entire Ordinance No. 12-2-78, which was effective January 1, 1979, or the rules and regulations pertaining to it. It is intended to briefly provide the necessary and useful information required by the greatest number of individuals and businesses subject to the tax. Make any further inquiries at the office of the tax administrator, Jim Rode, by calling 419-278-7015.

WHAT INCOME IS TAXABLE

A one (1) percent tax shall be imposed during the effective period of the ordinance on the following:

1. On all salaries, wages, commissions and other compensation earned during the effective period of this ordinance by residents of the village.

2. On all salaries, wages, commissions and other compensation earned during the effective period of this ordinance by non-residents or work done or services performed or rendered in the village.

3. a. On the portion attributable to the Village of the net profits earned during the effective period of this ordinance of all resident unincorporated businesses, professions or other entities, derived from sales made, work done, services performed or rendered and business or other activities conducted in the village.

b. On the portion of the net profits attributable to this village of a taxpayer conducting a business, profession, or other activity both within and without the boundaries of this village, to be determined as provided in Ohio R. C. 718.02 and in accordance with the rules and regulations adopted by the Administrator pursuant to this ordinance.

4. a. On the portion attributable to the Village of the net profits earned during the effective period of this ordinance of all nonresident unincorporated businesses, professions or other entities, derived from sales made, work done or services performed or rendered and business or other activities conducted in the Village, whether or not such unincorporated business entity has an office or place of business in the Village.

b. On the portion of the distributive share of the net profits earned during the effective period of this ordinance of a resident partner or owner of a nonresident unincorporated business entity not attributable to the village and not levied against such unincorporated business entity.

5. On the portion attributable to the village of the net profits earned during the effective period of this ordinance of all corporations, derived from sales made, work done, services performed or rendered and business or other activities conducted in the Village, whether or not such corporations have an office or place of business in the Village.

WHAT INCOME IS NOT TAXABLE

1. Proceeds of insurance, annuities, government allotments, pensions, social security benefits, compensation for personal injury and property damages, workmen's compensation payments and other like reimbursements are not subject to the tax.

2. Income from royalties and copyrights, gain from the sale or other disposition of capital or other assets, including a residence, automobile, etc. owned by an individual is not taxable.

3. Any income received by a taxpayer which is subject to taxation under the Intangible Personal Property Tax Laws of the State of Ohio, such as interest and dividends, is not subject to the tax.

4. Any military or allowances of members of the armed forces of the United States is not subject to the tax.

5. The net profits of any civic, charitable, religious, fraternal or other organization specified in Ohio R. C. 718.01 to the extent that such net profits are exempted from municipal income taxes under such section.

WHO MUST FILE A TAX RETURN

1. All residents or non-residents of the Village of Cygnet who have income subject to the village tax must file a return on or before April 30 immediately following the taxable year, whether or not a tax is due with the return.

2. A husband and wife may file a joint return by so indicating their names and address. He husband's income should be identified by the letter "H" and the wife's by the letter "W". Other members of the household will be required to file separate returns.