

CITY OF XENIA, OHIO

Income Tax Division

Estimated Payments Calculator for Tax Year 2016

To avoid an underpayment of estimated taxes penalty, either 100% of your prior year tax liability or 90% of your current year tax liability must be received by the City of Xenia via employer withholdings, credits for other city/JEDD withholding, credit carryovers or estimated payments by December 15, 2016. Quarterly payments of 1/4th of your 2016 liability are due on or before April 15, 2016; June 15, 2016; September 15, 2016 and December 15, 2016.

For any amount underpaid in estimated payments, the penalty is 15% of the amount not timely paid FOR EACH QUARTER. Any underpayment of estimated taxes will be applied when the tax return is filed.

EXAMPLE FOR TAX YEAR 2016: If your Xenia tax liability for tax year 2015 was \$1,000, your tax year 2016 credits (either from employer withholdings paid to the City of Xenia, credits for other city withholding, credit carryovers from a previous tax year or estimated payments you made directly to the City of Xenia) must equal either \$1,000 (100% of your 2015 tax liability) or 90% of your 2016 tax liability by December 15, 2016 to avoid an underpayment of estimated taxes penalty.

DISCLAIMER: The calculator below is to assist you in determining what estimated payments you should make to avoid a penalty. Since you are providing all the income, prior year tax liability amounts, Xenia/Tecumseh JEDD-01 withholding amounts, credits for other city withholding amounts and credit carryover amounts, the City of Xenia cannot be held liable if you do not make the correct estimated payments based on this calculator.

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| 1. | Enter your Xenia tax from 2015 (full Xenia tax amount before any credits). | <input style="width: 95%; height: 20px;" type="text"/> |
| 2. | Enter your total estimated Xenia taxable income for 2016 | <input style="width: 95%; height: 20px;" type="text"/> |
| 3. | Estimated 2016 Xenia tax | <input style="width: 95%; height: 20px;" type="text"/> |
| 4. | Enter the tax your employer will withhold and send directly to the City of Xenia for Xenia City tax or Tecumseh JEDD-01 tax
<i>If Line 4 is equal to or greater than Line 3, no estimated payments are required</i> | <input style="width: 95%; height: 20px;" type="text"/> |
| 5. | Other City/JEDD tax credits*:
A. If other City or JEDD tax withheld by your employer has a tax rate of 1.5% or lower, enter the entire tax amount withheld
B. If the other City or JEDD tax withheld by your employer has a tax rate higher than 1.5%, enter the gross pay that will be subject to this tax and the estimator will calculate your maximum credit of 1.5%
<i>*If you are unsure of the tax rate of the City or JEDD tax being withheld, check with your employer.</i> | <input style="width: 95%; height: 20px;" type="text"/>

<input style="width: 95%; height: 20px;" type="text"/>

<input style="width: 95%; height: 20px;" type="text"/> |
| 6. | Enter other credits such as estimated payments already made for 2016 or credit carryovers from a previous tax year | <input style="width: 95%; height: 20px;" type="text"/> |
| 7. | Total credits (Line 4 + Line 5A + Line 5B + Line 6)
<i>If Line 7 is equal to or greater than Line 3, no estimated payments are required</i> | <input style="width: 95%; height: 20px;" type="text"/> |
| 8. | Net Estimated Tax Due for 2016 | <input style="width: 95%; height: 20px;" type="text"/> |

To avoid a penalty by December 15, 2016 you must pay either:

100% of your 2015 tax liability (\$)

OR

90% of your 2016 tax liability (\$)

If your 2016 credits are greater than your 2015 liability, no estimated payments are required to avoid an underpayment of estimated taxes penalty.