



June 2005

Sales & Use Tax Division
 P.O. Box 530
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 TTY/TDD: 1-800-750-0750
 tax.ohio.gov

Ohio Sales and Use Tax Rate and Law Change Notice

The following change will be effective **July 1, 2005**.

State Tax Rate 6.00% to 5.50% (Decrease)

The following county sales and use tax rates will change effective **July 1, 2005**. The rates below reflect the new combined county and state sales and use tax rate after the state rate change.

Hancock County (32)	6.75%	to	6.00%	(County decrease .25%)
Highland County (36)	7.00%	to	7.00%	(County increase .5%, No net change)
Trumbull County (78)	6.50%	to	6.50%	(County increase .5%, No net change)

The sales and use tax rate will change for the following county effective **September 1, 2005**

Columbiana County (15) 7.00% to 6.50% (Decrease)

Please see below for a listing of all counties and their respective rates and codes to be used in filing the Ohio Universal Sales Tax Return, form UST-1 and the Ohio Universal Use Tax Return, form UUT-1.

State Rate and Discount Rate / July 1, 2005: The state rate will change from 6.0% to 5.5% on all sales occurring on and after July 1, 2005. The vendor discount will remain .9% for timely filed and paid returns.

Columbiana Rate Change / September 1, 2005: On September 1, 2005, the Columbiana rate will decrease from 7.0% to 6.50%. The Department of Taxation will not send any further notice concerning this rate change. Please note sales occurring July 1 through August 30 shall reflect the rate of 7.0%. Sales occurring September 1 and thereafter shall reflect the rate of 6.50%.

Destination-Based Sourcing Delayed: Substitute Senate Bill 26 was enacted to delay and modify the requirement for retailers/vendors to charge sales tax on goods and services based on the location where the customer takes delivery (destination-based) as opposed to where the vendor is located (origin-based). However, any vendor may voluntarily elect to change to the destination-based method before January 1, 2008.

Destination based sourcing will be implemented according to the amount of taxable delivery sales a vendor makes. A delivery sale is defined as a sale of tangible personal property or service that is delivered to the consumer in a taxing jurisdiction that is not the taxing jurisdiction in which the vendor has a fixed place of business. If during the calendar year 2005, a vendor makes more than \$30 million in delivery sales, the vendor must begin charging tax on the destination basis starting May 1, 2006. If during the calendar year 2006, a vendor makes more than \$5 million in delivery sales, the vendor must begin charging tax on the destination basis starting May 1, 2007. All vendors must switch to destination sourcing on or before January 1, 2008. Please visit our website for more information.

Vendor Compensation: Vendors that have incurred costs associated with switching to destination-based sourcing may be eligible for compensation for part of the costs in making this change. For more information on destination sourcing vendor compensation, please go to our website at tax.ohio.gov and click on the featured link, titled Streamlined Sales Tax Project or call 1-800-304-3211.

Cumulative Return Filers Form ST-CRDO Delayed: Vendors that file a cumulative return, account numbers 89-X3XXXX, were previously notified of a requirement to file a new form. This requirement has been delayed until 2006. You will be notified at a later date with additional information regarding this form.

If you have questions, please contact us at 1-888-405-4039. The Ohio Relay Service phone number for the hearing or speech impaired is 1-800-750-0750.

UST-1 AND UUT-1 CODE & RATE TABLE

NAME	UST -1		UUT -1		NAME	UST -1		UUT -1	
	CODE	RATE	CODE	RATE		CODE	RATE	CODE	RATE
Adams	01	7.00%	0106	.0150	Licking	45	6.50%	4504	.0100
Allen	02	6.50%	0204	.0100	Licking (COTA)	94	6.75%	9405	.0125
Ashland	03	6.75%	0305	.0125	Logan	46	7.00%	4606	.0150
Ashtabula	04	6.50%	0404	.0100	Lorain	47	6.25%	4703	.0075
Athens	05	6.75%	0505	.0125	Lucas	48	6.75%	4805	.0125
Auglaize	06	7.00%	0606	.0150	Madison	49	6.75%	4905	.0125
Belmont	07	7.00%	0706	.0150	Mahoning	50	6.00%	5002	.0050
Brown	08	6.75%	0805	.0125	Marion	51	6.50%	5104	.0100
Butler	09	6.00%	0902	.0050	Medina	52	6.00%	5202	.0050
Carrroll	10	6.50%	1004	.0100	Meigs	53	6.50%	5304	.0100
Champaign	11	7.00%	1106	.0150	Mercer	54	6.50%	5404	.0100
Clark	12	7.00%	1206	.0150	Miami	55	6.50%	5504	.0100
Clermont	13	6.50%	1304	.0100	Monroe	56	7.00%	5606	.0150
Clinton	14	6.50%	1404	.0100	Montgomery	57	7.00%	5706	.0150
Columbiana	15	7.00%	1506	.0150	Morgan	58	7.00%	5806	.0150
**Columbiana	15	6.50%	1504	.0100	Morrow	59	7.00%	5906	.0150
Coshocton	16	6.50%	1604	.0100	Muskingum	60	7.00%	6006	.0150
Crawford	17	7.00%	1706	.0150	Noble	61	7.00%	6106	.0150
Cuyahoga	18	7.50%	1808	.0200	Ottawa	62	6.50%	6204	.0100
Darke	19	6.50%	1904	.0100	Paulding	63	7.00%	6306	.0150
Defiance	20	6.50%	2004	.0100	Perry	64	6.50%	6404	.0100
Delaware	21	6.75%	2105	.0125	Pickaway	65	7.00%	6506	.0150
Delaware(COTA)	96	7.00%	9606	.0150	Pike	66	6.50%	6604	.0100
Erie	22	6.50%	2204	.0100	Portage	67	6.75%	6705	.0125
Fairfield	23	6.25%	2303	.0075	Preble	68	7.00%	6806	.0150
Fairfield (COTA)	93	6.50%	9304	.0100	Putnam	69	6.75%	6905	.0125
Fayette	24	6.50%	2404	.0100	Richland	70	6.75%	7005	.0125
Franklin	25	6.25%	2503	.0075	Ross	71	7.00%	7106	.0150
Fulton	26	6.50%	2604	.0100	Sandusky	72	6.50%	7204	.0100
Gallia	27	6.75%	2705	.0125	Scioto	73	7.00%	7306	.0150
Geauga	28	6.50%	2804	.0100	Seneca	74	7.00%	7406	.0150
Greene	29	6.50%	2904	.0100	Shelby	75	7.00%	7506	.0150
Guernsey	30	7.00%	3006	.0150	Stark	76	6.00%	7602	.0050
Hamilton	31	6.50%	3104	.0100	Summit	77	6.25%	7703	.0075
*Hancock	32	6.00%	3202	.0050	* Trumbull	78	6.50%	7804	.0100
Hardin	33	7.00%	3306	.0150	Tuscarawas	79	6.50%	7904	.0100
Harrison	34	7.00%	3406	.0150	Union	80	6.50%	8004	.0100
Henry	35	6.50%	3504	.0100	Van Wert	81	7.00%	8106	.0150
*Highland	36	7.00%	3606	.0150	Vinton	82	7.00%	8206	.0150
Hocking	37	6.75%	3705	.0125	Warren	83	6.50%	8304	.0100
Holmes	38	6.50%	3804	.0100	Washington	84	7.00%	8406	.0150
Huron	39	7.00%	3906	.0150	Wayne	85	6.25%	8503	.0075
Jackson	40	7.00%	4006	.0150	Williams	86	7.00%	8606	.0150
Jefferson	41	7.00%	4106	.0150	Wood	87	6.50%	8704	.0100
Knox	42	6.50%	4204	.0100	Wyandot	88	6.50%	8804	.0100
Lake	43	6.25%	4303	.0075	State Rate	89	5.50%	8922	.0550
Lawrence	44	7.00%	4406	.0150					

***County Rate Change effective July 1, 2005**

****County Rate Change effective September 1, 2005 - 6.50%**

Transit Area-COTA

Transit Area Definitions

Delaware - COTA
 Fairfield - COTA
 Licking - COTA

Those portions of the Cities of Columbus & Westerville located in Delaware County.
 Those portions of the Cities of Columbus & Reynoldsburg located in Fairfield County.
 That portion of the City of Reynoldsburg located in Licking County.

USE THESE CODES WHEN COMPLETING THE UNIVERSAL TAX RETURNS, FORMS UST-1 AND UUT-1.

COUNTY	UST-1 Code	UST-1 Rate	UUT-1 Code	UUT-1 Rate	FILING PERIODS
Columbiana (15)	15	6.50%	1504	0.0100	Monthly – September 1, 2005 AND AFTER**
Columbiana (15)	215	7.00%	1506	0.0150	Semiannual/Qtrly-July 1, 2005 through August 31,2005**
Columbiana (15)	15	6.50%	1504	0.0100	Semiannual/Qtrly – September 1, 2005 AND AFTER**

**For semiannual vendors using the Ohio Business Gateway to file the UST-1 return, Columbiana County will be listed twice according to the above dates for you to report sales and tax at the appropriate rates.