

**BASIC TAX GUIDELINES FOR
GALION CITY INCOME TAX RETURNS**

1. Mandatory filing for all residents of Galion age 18 and over, whether or not you earn an income, on or before April 15th of each year for the previous year. However, certain income is excluded from tax. See page 3 of the Galion Income Tax Return, Individual Declaration of Filing Exemption, to see if you qualify. If you qualify, you will be able to file this form in lieu of the Galion Income Tax Return.
2. You should use the Medicare Wage in Box 5 of the W-2 for line 1 of your Galion Income Tax Return. If there is no figure in Box 5, use Box 18.
3. April 15th is the deadline for all extensions and returns.
4. Lottery and gambling winnings are now taxable. This income should be included on Line 2 of your return.
5. If you own rentals, use the location of the rental when deciding which city tax is due.
6. You may deduct contributions to Section 125 Cafeteria Plans.
7. Non-qualified deferred comp plans are now taxable upon deferral. A non-qualified deferred comp plan is any plan that does not fall in to the following categories:
 - a. CODA
 - b. Annuities
 - c. IRA/set plans
 - d. Exempt government deferred plans
8. If you are a resident of Galion, but work in another city, You can take a 1% maximum credit for taxes paid to that city. Use the table on Line 8 of the Galion Tax Return to calculate your credit and enter the result on Line 8c.