

Annual Interest Rate for Late Payment

Ohio Revised Code 718.27 requires the Tax Administrator to publish, by October 31st, the established interest rate for tax underpayments based on the federal short-term rate that will apply during the next calendar year. Interest shall be imposed per annum, on all unpaid income tax, unpaid or underpaid estimated income tax and unpaid withholding tax.

The interest rate used shall be the federal short-term rate (rounded to the nearest whole number percent) plus five percent (5%). The rate shall apply for the calendar year next following the July of the year in which the federal short-term rate is determined.

Calendar Year	Annual Rate	Monthly Rate
2021	5.00%	0.42%
2020	7.01%	0.58%
2019	7.01%	0.58%
2018	6.00%	0.50%
2017	6.00%	0.50%
2016	5.00%	0.42%
Tax years 2015 and prior	18.00%	1.50%

(Note: Interest applies to any balance of tax due that is not paid by the due date of a return, even if an extension has been filed.)