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# OHIO LEGISLATIVE SERVICE COMMISSION

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## Synopsis of House Committee Amendments

(This synopsis does not address amendments that may have been adopted on the House Floor.)

### S.B. 18 of the 134<sup>th</sup> General Assembly

#### House Ways & Means

Michael Hinel, Attorney

#### **Commercial activity tax**

Limits the exemption from the commercial activity tax (CAT) for Bureau of Workers' Compensation (BWC) dividends paid to employers to only those paid in 2020 and 2021.

#### **Income tax**

Authorizes the Tax Commissioner to temporarily abate any interest or penalties for the underpayment of state and school district income taxes due on unemployment benefits received in 2020.

Beginning in 2022, allows individuals to elect, through the Department of Job and Family Services, to have state income tax withheld from their unemployment benefits.

Beginning in 2023, sets the rate of a withholding tax paid by certain pass-through entities on a percentage of its nonresident investors' distributive income equal to the income tax rate on taxable business income, effectively reducing those withholding rates.