

2018 Form OR-STI

Page 1 of 1, 150-101-071 (Rev. 12-18) Oregon Department of Revenue



Office use only

Oregon Statewide Transit Individual Tax Return

Submit original form—do not submit photocopy.

Amended return Extension filed

First name and initial Last name Social Security number (SSN)
Current mailing address Date of birth
City State ZIP code Country Phone

Caution: This form applies to a limited number of employees. See the instructions.

Table with 9 rows and 2 columns: Description and Amount. Includes taxable wages, tax calculations, and refund.

Direct deposit

10. For direct deposit of your refund, see instructions. Check the box if this refund will go to an account outside the United states:

Type of account: Checking or Savings

Routing number:

Account number:

Sign here. Under penalty of false swearing, I declare that the information in this return is true, correct, and complete.

Your signature Date
Signature of preparer other than taxpayer Preparer's phone Preparer license number, if professionally prepared
Preparer's mailing address City State ZIP code

Important: Include a copy of your Form(s) W-2. Without this information, we may adjust your return.

General information

The new statewide transit individual (STI) tax will help fund public transportation services within Oregon. The tax is one-tenth of one percent (0.001), or \$1 per \$1,000 of wages. STI tax is calculated on wages earned by an employee who is an Oregon resident regardless of where the work is performed, or an employee who is a nonresident who performs services in Oregon.

For tax year 2018, only wages earned July 1, 2018 through December 31, 2018 are subject to this tax.

If you work for a business located in Oregon, your employer will automatically withhold the STI tax from your wages. If you are an Oregon resident and work for an employer located outside of Oregon, your employer isn't required to withhold the STI tax on your behalf, but may choose to do so voluntarily.

File and **pay** the tax due by **April 15, 2019**. If you have an extension to file your personal income tax return, check the "Extension filed" box. Your STI tax return due date is also extended by the same time frame. **An extension to file doesn't mean more time to pay.**

Do I need to file?

You must file Form OR-STI if, while you were an Oregon resident:

- You earned taxable wages on or after July 1, 2018 through December 31, 2018 from an employer located **outside** Oregon for work performed outside Oregon; **and**
- Your employer **didn't** withhold STI tax from your wages.

STI tax withholding will usually be located in box 14 of the Form W-2 you received from your employer. If STI tax withholding isn't reported on your Form W-2 for wages that are subject, you must file and pay the STI tax.

You should also file Form OR-STI to claim a refund if, while you were a nonresident of Oregon:

- You earned taxable wages on or after July 1, 2018 through December 31, 2018 for working inside **and** outside Oregon; **and**
- Your employer withheld STI tax from **all** of your wages.

Nonresidents can claim a refund of the STI tax withheld for work performed outside Oregon, because it's not subject to the STI tax. Work performed inside of Oregon is subject to the STI tax.

For example, if you're a Washington resident and work for an Oregon employer, and you telework from your Washington residence during the year, only the wages you earned while working in Oregon are subject to the STI tax. If your STI tax withholding is based on 100% of your wages, you can file

Form OR-STI to claim a refund of STI tax withheld from wages that are not subject to this tax.

Don't file if you are an Oregon resident and each of your employers withheld STI tax (usually box 14 of your Form(s) W-2) from your wages; the STI tax has already been paid.

Exceptions

The following income **isn't** subject to the STI tax:

- Wages earned prior to July 1, 2018.
- Income received for domestic services in a private home.
- Income received for services performed by a duly ordained, commissioned, or licensed minister of a church in the exercise of the minister's ministry.
- Income received for temporary employment as an emergency forest fire fighter.
- Income received for active service in the Armed Forces of the United States if federal withholding isn't required.
- Income received for planting or harvesting seasonal agricultural crops if the total wages received are less than \$300 annually.
- Income received for work performed as an independent contractor (self-employment income).
- Income received by a nonresident who is exempt from state income tax under OAR 150-316-0173 (air carrier employees and Amtrak Act) or ORS 316.127(8) (hydroelectric dam workers and waterway workers).
- Income received by an enrolled member of a federally recognized American Indian tribe that qualifies for the exemption from state income tax. See "American Indian" under the subtractions section of Publication OR-17.
- Other income that isn't wages, such as unemployment, retirement, and interest.

Form instructions

Important: If you file jointly for state personal income tax purposes, you and your spouse will file separate Forms OR-STI, as needed.

Line 1: Taxable wages

Taxable wages are wages earned July 1, 2018 through December 31, 2018 that are subject to Oregon personal income tax.

Full-year residents. Enter taxable wages earned July 1, 2018 through December 31, 2018 from employers located outside Oregon who didn't withhold the STI tax (usually box 14 of your Form(s) W-2). Generally, this is the amount reported in box 1 of your Form W-2 (be sure to only include wages earned on or after July 1, 2018). See the exceptions for income not subject to STI tax. If any of your Forms W-2 reported STI tax withholding, don't include those wages on line 1.

Nonresidents. Enter taxable wages earned for work performed July 1, 2018 through December 31, 2018 in Oregon. This will generally be the wages included on line 7S of Form OR-40-N or Form OR-40-P for work performed July 1, 2018 through December 31, 2018. Don't file this form if all of your wages are taxable to Oregon (line 7S includes all of your wages from box 1 of your Form(s) W-2) **and** all of your employers withheld the STI tax (usually box 14 of your Form(s) W-2).

Part-year residents. Follow the full-year resident instructions for the period you were an Oregon resident. Follow the nonresident instructions for the period you were a non-resident of Oregon.

Line 2: Tax

Multiply the amount on line 1 by 0.1% (0.001). Round to the nearest dollar.

Example 1: A taxpayer reports \$35,500 taxable wages on line 1. They will calculate \$36 of STI tax to enter on line 2 ($\$35,500 \times 0.001 = \35.50 , which is rounded up to \$36.00).

Line 3: Withholding

Nonresidents and part-year residents: Enter the amount of STI tax withheld from your Form(s) W-2, usually reported in box 14, while you were a nonresident.

Full-year residents: Enter zero on this line. Only file this form to report wages on line 1 if your employer didn't withhold STI tax. **Don't** file this form if all of your wages had STI tax withheld (usually box 14 of your Form(s) W-2).

Line 4: Payments

Enter payments you made for STI tax prior to filing your 2018 original or amended return. **Don't** include payments you made for any other taxes.

Line 6: Penalty and interest

Your 2018 STI tax and return are due by **April 15, 2019**. If you file an extension for your personal income tax return, your STI tax return due date is also extended by the same time frame. **An extension to file doesn't mean more time to pay.**

Penalty. Include a penalty if after April 15, 2019 you:

- Mail your payment (even if you have an extension to file); or
- File your return showing STI tax to pay.

The late-payment penalty is 5 percent of the STI tax reported on line 2 that you didn't pay by April 15, 2019.

If you file more than three months after the due date, a 20 percent late-filing penalty will be added; so you will owe a total penalty of 25 percent of any STI tax not paid.

Interest. If you're paying your STI tax after April 15, 2019, include interest on any unpaid STI tax. Interest starts the day after the original return due date and accrues until the date of your payment.

The annual interest rate is 6 percent (0.06). Interest is charged daily starting the day after the due date. The daily rate is 0.0164 percent (0.000164).

Here's how to figure interest:

$$\text{STI tax} \times 0.000164 \times \text{number of days.}$$

If the STI tax isn't paid within 60 days from the date of our billing notice, the interest rate increases to 10 percent (0.10) per year.

Line 8: Tax to pay

See payment options for more information about submitting your payment.

Line 9: Overpayment

If your payments and STI tax withheld are more than your STI tax plus penalty and interest, you overpaid and we will issue a refund.

Line 10: Direct deposit

Follow these instructions if you want us to deposit your refund directly into your bank account instead of mailing you a check:

- Contact your bank to make sure your deposit will be accepted and to get your routing and account numbers.
- Check the box if your refund will go to an account outside the United States. **Note:** If you check this box, you will be issued a paper check.
- Check the appropriate box, either checking or savings, but not both.
- Enter your nine-digit routing number. The routing number must begin with 01 through 12, 21 through 32, or 61 through 72.
- Enter the account number into which you want your refund deposited. The account number can be up to 17 characters (both numbers and letters). Don't include hyphens, spaces, or special symbols. Enter the number left to right and leave any unused boxes blank. **Be sure the account and routing numbers are correct. These numbers can't be changed after the return is filed.**

Payment options

Electronic payment from your checking or savings account

You can pay your STI tax directly from your checking or savings account. Go to www.oregon.gov/dor and click the link for Revenue Online. There is no fee to use this service.

Direct debit may be available with e-filed returns at the time of filing.

Credit card payments

You can pay with your Discover, MasterCard, or Visa credit card. The service provider **will charge** you a convenience fee. The service provider will tell you what the fee is during the transaction. You will have the option to continue or cancel the transaction before entering your credit card

information. If you complete the credit card transaction, you will receive a confirmation number. **Keep this confirmation number as proof of payment—don't send it with your return.**

To pay by credit card, go to www.oregon.gov/dor and click the link for Revenue Online.

Don't use Form OR-STI-V if you're using an electronic payment option. Use this voucher only if paying by check or money order.

Check or money order

- Make your check or money order payable to **"Oregon Department of Revenue."**
- Write "2018 Oregon Form OR-STI" and the last four digits of your social security number on your check.
- Use blue or black ballpoint ink. Don't use gel ink or the colors red or purple.
- Don't send cash or a postdated check.
- Include your payment and Form OR-STI-V payment voucher.

Signature block

Signature. Be sure to sign and date your return. By signing the return, you certify that the information on the return is true, correct, and complete.

Preparer signature. Anyone who prepares, advises, or assists in preparing this tax return in exchange for compensation should also sign the return.

Signing the return doesn't grant your preparer the right to represent you or make decisions on your behalf. See the *Tax Information Authorization and Power of Attorney for Representation form* and instructions on our website for more information.

Preparer license number. Licensed tax consultants and tax preparers: Enter your license number. CPAs: Enter your certificate number. Tax-Aide volunteers: Enter your TCE site number. All others: Leave blank. **Don't** enter your driver's license number.

Contact the following agencies to check the status of your Oregon tax practitioner:

- State Board of Tax Practitioners in Salem, (503) 378-4034 for licensed tax consultants or preparers, or go to www.oregon.gov/obtp.
- State Board of Accountancy in Salem, (503) 378-4181 for public accountants and certified public accountants, or go to www.oregon.gov/boa.

Amended return

You may need to amend your return if:

- You received an additional Form W-2 and you've already filed Form OR-STI; or,

- You received a corrected Form W-2 that changed the amount of wages previously reported on Form OR-STI.

To amend your return, complete Form OR-STI and check the "Amended return" box. Complete the form with all available information as if it was your original return. If any of the numbers on your original return were adjusted, use the adjusted amounts. Complete the STI Amended Worksheet to figure your refund, or additional tax to pay.

STI amended worksheet

1. Tax from line 2 of your amended Form OR-STI1. _____
2. Refund from line 9 of your original Form OR-STI..... 2. _____
3. Line 1 plus line 2..... 3. _____
4. Total payments made towards your 2018 STI tax. Include STI tax withheld reported on line 3 of your original Form OR-STI..... 4. _____
5. Line 3 minus line 4 5. _____

If line 5 is a negative amount, **Stop.** This is your amended refund.

If line 5 is a positive amount, this is your STI tax due; continue to line 6.

6. Calculate penalty and interest on your tax due (see instructions) 6. _____
7. Line 5 plus line 6. This is your amended tax to pay7. _____

If you owe, follow the instructions for payment options to submit your payment electronically or by mail. Don't submit this worksheet with your amended return. Keep it with your records.

Follow the filing instructions to submit your amended return.

Filing information

You can file Form OR-STI electronically using Oregon-approved online tax preparation products. If your software doesn't support this form, go to www.oregon.gov/dor and use Revenue Online. Revenue Online will calculate the STI tax, allow for payment, and verify when we receive your filing and payment. **Important:** Attach a copy of your Form(s) W-2 with your Form OR-STI using file type JPG, JPEG, PNG, or PDF.

If you are unable to file your return electronically, you may mail Form OR-STI, copies of your Form(s) W-2, and Form OR-STI-V with your payment, if applicable, to:

Oregon Department of Revenue
PO Box 14555
Salem OR 97309-0904

Do you have questions or need help?

www.oregon.gov/dor
(503) 378-4988 or 1 (800) 356-4222
questions.dor@oregon.gov

Contact us for ADA accommodations or assistance in other languages.