

To: Vertex® Payroll Tax Subscriber
Re: Summary of Data Modifications
For: United States
Date: 2/16/2024

(All tax changes are effective January 1, 2024, unless otherwise noted.)

Global Changes

- Vertex recommends that you pay special attention to the GeoCode Maintenance Notice included with this update.

State Tax Changes

Idaho

- Increased the SUI Administrative Reserve tax rate from .20927% to .55811%.
- Increased the SUI Workforce Development tax rate from .03693% to .09849%.
***Note:** Due to field length restrictions, the SUI Administrative Reserve tax rate of .55811% was rounded to .5581% and the Workforce Development SUI tax rate of .09849% was rounded to .0985%.*

Kansas

- Decreased the maximum employer SUI tax rate from 6.4% to 6%.
- Decreased the minimum employer SUI tax rate from .17% to .16%. (This is a change to the documentation only.)

Massachusetts

- Increased the maximum employer SUI tax rate from 8.62% to 11.13%.
- Increased the minimum employer SUI tax rate from .56% to .73%. (This is a change to the documentation only.)
- Increased the new employer SUI tax rate from 1.45% to 1.87%. (This is a change to the documentation only.)
- Decreased the SUI COVID-19 Recovery Assessment maximum tax rate from 10.896% to 4.469%.
- Decreased the SUI COVID-19 Recovery Assessment minimum tax rate from .708% to .293%. (This is a change to the documentation only.)
- The Massachusetts Department of Revenue (DOR) recently published the finalized 2024 Circular M, featuring new percentage method instructions to account for the 4.000% surtax for high-income individuals.
- Added the following calculation method:
 - Tiered Flat Rate Supplemental Only
- Modified the following calculation methods:
 - Annualized Regular Only
 - Concurrent Aggregation Regular and Supplemental

- Removed the following calculation methods:
 - Flat Rate Supplemental Only
 - Flat Rate Combined Regular and Supplemental
 - Previous Aggregation Supplemental Only
- Changed the default method for Supplemental Only from Flat Rate to Tiered Flat Rate.
- Replaced the Blind Exemption of \$2,200.00 with the Blind Tax Reduction of \$110.00, passed as a secondary exemption.

Note: *Functionality is supported for JIT2 (pJurlntTreatment, value 2), multiple work processing. A future program change will include other pJurlntTreatment options and supplemental only pay.*

Virginia

- Decreased the maximum employer SUI tax rate from 6.23% to 6.2%.
- Decreased the minimum employer SUI tax rate from .13% to .1%. (This is a change to the documentation only.)
- Decreased the new employer SUI tax rate from 2.53% to 2.5%. (This is a change to the documentation only.)
- Decreased the standard deduction from \$8,500.00 to \$8,000.00.

Local Tax Changes

Kentucky

Adair County (18-001-0000)

- Added a County Occupational License Fee of .5%.

Lyndon, Jefferson County (18-111-1678)

- Added an Occupational License Fee of 1%. The total tax rate is 2.45%: 1.45% Jefferson County, 1% Lyndon City.

Ohio

Harrison, Hamilton County (36-061-1050)

- Decreased the credit limit from 1% to .5%.

Marengo-Bennington JEDD, Morrow County (36-117-7505)

- ZIP Code 43334.
- Added Marengo-Bennington JEDD with a tax rate of 1%.
- Taxes will be collected by the Regional Income Tax Agency (RITA).
- Allows exemption from Marengo-Bennington JEDD Municipal Income Tax under Military Spouses Residency Relief Act (MSRRA).

Note: *This JEDD will be available in the Geocode Database in Update #4/24.*

Marysville-Jerome JEDD, Union County (36-159-7504)

- ZIP Codes 43040 and 43064.
- Added Marysville-Jerome JEDD with a tax rate of 1.5%.

Note: *This JEDD will be available in the Geocode Database in Update #3/24.*

Pickerington LSD (2307)

- Added Columbus, Franklin County to Pickerington Local SD (2307) with a tax rate of 1%.

The following jurisdiction is affected:

- Columbus, Franklin County 36-049-0570

South Bloomfield, Pickaway County (36-129-5592)

- Taxes will be collected by the Regional Income Tax Agency (RITA), effective 2-1-24.
- Allows an exemption from South Bloomfield Municipal Tax under Military Spouse Residency Relief Act (MSRRA), effective 2-1-24.

Williamsburg, Clermont County (36-025-4935)

- Added a credit percentage of 100%.
- Added a credit limit of 1%.

Pennsylvania

Bethel Park Boro, Allegheny County (39-003-6760)

- Increased the municipal resident tax rate from .9% to 1%. The total resident tax rate is 1.5%: 1% municipality and .5% school district.

Cressona Boro, Schuylkill County (39-107-4390)

- Increased the Local Services Tax from \$10.00 to \$52.00.

Hazleton City, Luzerne County (39-079-1630)

- Decreased the municipal resident tax rate from 1.75% to 1.125%. The total resident tax rate is 2.125%: 1.125% municipality and 1% school district.
- Decreased the non-resident tax rate from 2% to 1.5%.

Hermitage City, Mercer County (39-085-8449)

- Added Farrell Area School District #43250 to Hermitage City. Please recode employees currently using Wheatland Boro GeoCode (39-085-8457) to Hermitage City (39-085-8449), Farrell Area School District #43250 (PSD Code 430203).

Note: *Farrell Area School District was not associated to Hermitage City in the December Interim Update as indicated. Wheatland Boro will now be expired in the April 2024 update.*

Homestead Boro, Allegheny County (39-003-1710)

- Increased the Local Services Tax from \$40.00 to \$52.00.

North Towanda Township, Bradford County (39-015-0131)

- Increased the Local Services Tax from \$10.00 to \$52.00.

Washington

Redmond, King County (48-033-1010)

- Increased the Business License Fee from \$.06875 per hour to \$.073438 per hour.

Note: Due to field length restrictions, the Business License Fee tax rate of \$.073438 was rounded to \$.07344.

February 2024 GeoCode Changes

This table represents Invalid jurisdictions. These are unincorporated areas which do not meet the Vertex Criteria to be supported.				
State Name	Jurisdiction to be deleted		Suggested jurisdiction reassignment*	
	Name	GeoCode	Name	GeoCode
Pennsylvania	Alum Bank	39-009-7385	Pleasantville	39-009-4284
Pennsylvania	New Bloomfield	39-099-8629	Bloomfield	39-099-0419

***Suggested Jurisdiction Reassignment - Important Note to User**

- Vertex provides suggested GeoCodes for reassignments to reflect likely jurisdictional matches for the deleted GeoCodes.
- The replacement GeoCode suggested may or may not be the appropriate jurisdictional match for your specific circumstance.
- If a possible match is unclear, it is the responsibility of the end-user to determine the specific jurisdiction of that customer.
- Keep in mind that Vertex assigns GeoCodes for valid, legal reasons.
- Postal codes are not considered the determinants of a customer's taxing jurisdiction.