

**To: Vertex® Payroll Tax Subscriber**  
**Re: Summary of Data Modifications**  
**For: United States**  
**Date: 3/18/2024**

*(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**

### **Georgia**

- Added filing status Married Filing Separately or Married Filing Jointly Both Spouses Working (Filing Status - 64) to be consistent with the 2024 GA W-4.
- Eliminated the following filing statuses:
  - Married Filing Separately (Filing Status - 4)
  - Married Filing Jointly Both Spouses Working (Filing Status - 20)

**Note:** *Employees using these filing statuses must be recoded to Married Filing Separately or Married Filing Jointly Both Spouses Working (Filing Status - 64).*

### **Idaho**

- Decreased the SUI Administrative Reserve tax rate from .55811% to .44608%.
- Decreased the SUI Workforce Development tax rate from .09849% to .07872%.
- Decreased the minimum employer SUI tax rate from .2816% to .2248%. (This is a change to the documentation only.)
- Decreased the new employer SUI tax rate from .9848% to .8%. (This is a change to the documentation only.)

**Note:** *Due to field length restrictions, the SUI Administrative Reserve tax rate of .44608% was rounded to .4461% and the Workforce Development SUI tax rate of .07872% was rounded to .0787%.*

### **Minnesota**

- Added nonresident alien functionality to withholding calculation. When the nonresident alien flag is set, \$10,300.00 is added to the taxable wages as described on Form W-4MN.

### **North Dakota**

- Revised the withholding tables.

## Pennsylvania

- Changed the taxability of Dependent Care (Deduction ID# – 14 and Deduction ID# – 15) from taxable to exempt for regular and supplemental wages for the following tax types:
  - State Withholding Tax ID 450
  - City Withholding Tax ID 530
  - Local Service Tax ID 536
  - School District Tax ID 537
  - City Employer Tax ID 531

## Washington

- The WA Cares Fund (Tax ID 466) record was included in Update #2/24 during routine maintenance. As a result, Vertex® Payroll Tax Q Series (PTQ) enhanced integration calculates the WA Cares Fund tax. If you are not using PTQ enhanced integration, calculations are not impacted unless you are creating a tax handle for the WA Cares Fund using Tax ID 466. The WA Cares Fund calculates only on Tax ID 481. The Tax ID 466 record is removed.

**Note:** *Our payroll products do not support adjustment processing. Any refund due for premiums collected under Tax ID 466 needs to be handled outside of the payroll product.*

## Local Tax Changes

If you use ZIP Code + 4 information with the Vertex GeoCoder, note that some child GeoCodes were recently removed or deactivated to accommodate a unique sales tax situation. These GeoCodes may also have payroll tax implications.

The child GeoCodes have the same tax rate as the parent GeoCode. Vertex recommends using parent GeoCodes whenever possible.

The following list shows the parent GeoCode and the removed child GeoCode:

- Saint Louis 26-510-1270 tax rate 1% (Parent)
  - Child GeoCode 36-510-5503 Saint Louis-LoughboroughCommonsCID will be removed in Update #5/24 and will no longer be supported in the payroll file. Vertex recommends recoding any affected employees with an appropriate GeoCode.

The following list shows the parent GeoCode and the deactivated child GeoCode:

- Kansas City 26-165-0690 tax rate 1% (Parent)
  - Child GeoCode 26-165-5754 Kansas City-ParkPlazaTDD was deactivated from the GeoCode file and the payroll file. Vertex recommends recoding any affected employees with an appropriate GeoCode.

## Kentucky

### **Boone County (18-015-0000)**

- Increased the annual maximum tax from \$583.25 to \$601.78.

***Buckhorn, Perry County (18-193-2077)***

- Added an Occupational License Fee of 1%. The total tax rate is 2%: 1% Perry County, 1% Buckhorn.

***Middlesborough, Bell County (18-013-0550)***

- Increased the Occupational License Fee from 2% to 2.45%, effective 4-1-24.

***Paintsville, Johnson County (18-115-0660)***

- Increased the Occupational License Fee from 1.25% to 1.5%.

**Ohio**

***Berkshire Township JEDD (Joint Economic Development District), Delaware County (36-041-7443)***

- Changed the reciprocation to allow tax to be returned on the resident tax handle when residing in this JEDD. Previously, this was calculated as a work only tax.

***Berkshire Twp JEDD II, Delaware County (36-041-7492)***

- Changed the reciprocation to allow tax to be returned on the resident tax handle when residing in this JEDD. Previously, this was calculated as a work only tax.
- Added a credit percentage of 50%.
- Added a credit limit of .925%.

***Shelby, Richland County (36-139-2290)***

- Increased the tax rate from 1.5% to 1.75%.
- Increased the credit limit from .67% to .75%.

***Washingtonville, Columbiana County (36-029-4964)***

- Increased the tax rate from .5% to 1%, effective 4-1-24.

***Washingtonville, Mahoning County (36-099-4964)***

- Increased the tax rate from .5% to 1%, effective 4-1-24.

**Pennsylvania**

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

- Added a non resident tax rate of 1%.

***Wheatland Boro, Mercer County (39-085-8457)***

- Wheatland Boro merged with Hermitage City. All employees using Wheatland Boro GeoCode (39-085-8457) must be recoded to Hermitage City (39-085-8449), Farrel Area School District #43250 (PSD Code 430203).

The municipal resident tax rate for Hermitage City is 2.25%: 1.75% municipality and .5% school district. The Local Service Tax will remain \$52.00.

## March 2023 GeoCode Changes

This table represents <b>invalid jurisdictions</b> . 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
Arkansas	Jerome	04-043-1109	Drew	04-043-0000
Arkansas	College City	04-075-1293	Walnut Ridge	04-075-0620
Colorado	Kutch	06-039-1697	Elbert	06-039-0000
Colorado	Elbert Co-RamahReportingArea	06-039-5788	Elbert	06-039-0000
Colorado	Elbert Co-DeerTrailReportinArea	06-039-5789	Elbert	06-039-0000

### **\*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.