
Isolved December 2024 Interim Tax Release

Interim Release Tax Updates

The December 2024 Interim Tax Release was deployed on January 4, 2025

State and Local Tax Updates

State Tax Changes

Arkansas

Arkansas made the following changes to state income tax:

- Increased the standard deduction from \$2,340 to \$2,410
- Revised the [withholding tables](#)

Hawaii

Hawaii made the following changes to state unemployment insurance tax:

- Increased the taxable wage base from \$59,100 to \$62,000 for the following:
 - State Unemployment Insurance
 - State Unemployment Insurance Employment and Training Assessment
- Decreased the maximum employer state unemployment insurance tax rate from 5.8% to 5.6%

Idaho

Idaho made the following changes to their state unemployment insurance tax:

- Increased the taxable wage base from \$53,500 to \$55,300 for the following:
 - State Unemployment Insurance
 - State Unemployment Insurance Workforce Development
 - State Unemployment Insurance Administrative Reserve Fund

Indiana

Indiana made the following change to state withholding:

- Decreased the tax rate for regular and supplemental wages from 3.05% to 3.00%

Louisiana

Louisiana made the following changes to state withholding:

- Changed the withholding tax to calculate a flat tax rate of 3.09%
- Added a standard deduction for single filers of \$12,500
- Added a standard deduction for married filers of \$25,000
- Removed the personal exemption amount of \$4,500
- Removed the dependency credit amount of \$2,000 per dependent

Michigan

Michigan made the following change to State Unemployment Insurance:

- Decreased the Tier 1 State Unemployment Insurance wage base from \$9,500 to \$9,000

Minnesota

Minnesota made the following changes to their state unemployment insurance tax:

- Increased the wage base from \$42,000 to \$43,000 for the following:
 - State Unemployment Insurance
 - State Unemployment Insurance Workforce Development fee
- Increased the maximum employer State Unemployment Insurance tax rate from 9% to 9.3%
- The State Unemployment Insurance Additional Assessment is in effect for 2025 with a tax rate of 5%

Mississippi

Mississippi made the following changes to state withholding:

- Decreased the supplemental withholding tax rate from 4.7% to 4.4%
- Revised the [withholding tables](#)

Montana

Montana made the following tax changes:

- Increased the taxable wage base from \$43,000 to \$45,100 for:
 - State Unemployment Insurance
 - State Unemployment Insurance Administrative Fund
- Revised the [withholding tables](#)

North Carolina

North Carolina made the following change to their state withholding tax:

- Decreased the withholding tax rate for regular and supplemental wages from 4.60% to 4.35%

North Dakota

North Dakota made the following changes to their State Unemployment Insurance tax:

- Increased the State Unemployment Insurance wage base from \$43,000 to \$45,100
- Increased the maximum employer State Unemployment Insurance tax rate from 9.68% to 9.69%

Rhode Island

Rhode Island made the following changes to their state withholding tax:

- Increased the exemption elimination wage amount from \$274,650 to \$283,250
- Revised the [withholding tables](#)

Vermont

Vermont made the following update to their state withholding tax:

- Increased the withholding allowance from \$5,100 to \$5,300
- Revised the [withholding tables](#)

West Virginia

West Virginia made the following changes to their state withholding tax:

- Based on a review of the revised West Virginia laws and regulations, the following changes to the calculation methods have been implemented:
 - Changed Concurrent Aggregation to Annualized Previous Aggregation
 - Changed Previous Aggregation to Annualized Aggregation
 - Updated the following default calculation methods:
 - Regular and supplemental wages from the concurrent aggregation method to the annualized concurrent aggregation method
 - Supplemental only wages from the previous aggregation method to the annualized previous aggregation method
- Revised the [withholding tables](#)

Local Tax Changes

Colorado

- **Auora, Adams County**
 - Eliminated the Employee Occupational Privilege Tax of \$2.00 monthly
 - Eliminated the Employer Occupational Privilege Tax of \$2.00 monthly
- **Auora, Arapahoe County**
 - Eliminated the Employee Occupational Privilege Tax of \$2.00 monthly
 - Eliminated the Employer Occupational Privilege Tax of \$2.00 monthly
- **Auora, Douglas County**
 - Eliminated the Employee Occupational Privilege Tax of \$2.00 monthly
 - Eliminated the Employer Occupational Privilege Tax of \$2.00 monthly

Indiana

- **Floyd County**
 - Increased the resident tax rate from 1.39% to 1.89%
 - Increase the non-resident tax rate from 1.39% to 1.89%
- **Gibson County**
 - Increased the resident tax rate from 0.9% to 1.3%
 - Increase the non-resident tax rate from 0.9% to 1.3%
- **Jay County**
 - Increased the resident tax rate from 2.45% to 2.5%
 - Increase the non-resident tax rate from 2.45% to 2.5%
- **Monroe County**
 - Increased the resident tax rate from 2.035% to 2.14%
 - Increase the non-resident tax rate from 2.035% to 2.14%
- **Rush County**
 - Increased the resident tax rate from 2.1% to 2.15%
 - Increase the non-resident tax rate from 2.1% to 2.15%

- **Switzerland County**

- Increased the resident tax rate from 1.25% to 1.45%
- Increase the non-resident tax rate from 1.25% to 1.45%

Maryland

- **Anne Arundel County**

- Revised the local withholding tables

- **Cecil County**

- Decreased the tax rate from 2.75% to 2.74%

Ohio

- The following Earned Income Method school districts with no personal exemption were added to these JEDDs:
 - **Troy Township-Toledo JEDD**, Eastwood LSD – 1%
 - **Circleville-Pickaway Twp JEDD**, Logan Elm LSD – 1%
 - **North Pickaway County JEDD**, Teays Valley LSD – 1.5%
 - **Scioto Township JEDD**, Teays Valley LSD – 1.5%

Note: School district tax is now returned for residents within a JEDD/JEDZ. Previously, no school district tax was returned.

- **Alexander LSD**

- Eliminated the school district tax of 1%. The following jurisdictions are affected:
 - Albany, Athens County
 - Alexander Township, Athens County
 - Athens Township, Athens County
 - Columbia Township, Meigs County
 - Knox Township, Vinton County
 - Lee Township, Athens County
 - Lodi Township, Athens County
 - Waterloo Township, Athens County

- **Bainbridge-Aurora JEDD, Geauga County (zip codes 44023 and 44202)**
 - Eliminated the school district tax of 1%. The following jurisdictions are affected:
 - Added Bainbridge-Aurora JEDD with a tax rate of 2%
 - Added a credit percentage of 100%
 - Added a credit limit of 2%
 - Taxes are collected by the Regional Income Tax Agency (RITA)
 - Allows exemption from Bainbridge-Aurora JEDD Municipal Income Tax under Military Spouses Residency Relief Act (MSRRA)

Note: This JEDD will be available in the Geocode database in update 2/25
- **Hamersville, Brown County**
 - Added Hamersville with a tax rate of 1%
 - Added a credit percentage of 100%
 - Added a credit limit of 1%
 - Taxes are collected by the Regional Income Tax Agency (RITA)
 - Allows exemption from Bainbridge-Aurora JEDD Municipal Income Tax under Military Spouses Residency Relief Act (MSRRA)
- **Mifflin, Ashland County**
 - Added Mifflin with a tax rate of 1%
 - Taxes are collected by the Regional Income Tax Agency (RITA)
 - Allows exemption from Bainbridge-Aurora JEDD Municipal Income Tax under Military Spouses Residency Relief Act (MSRRA)
- **Mount Gilead EVSD**
 - Decreased the tax rate from 1.5% to .75%. The following jurisdictions are affected:
 - Canaan Township, Morrow County
 - Cardington Township, Morrow County
 - Congress Township, Morrow County
 - Edison, Morrow County
 - Franklin Township, Morrow County
 - Gilead Township, Morrow County
 - Harmony Township, Morrow County
 - Lincoln Township, Morrow County
 - Mount Gilead, Morrow County

Pennsylvania

- **Altoona City, Blair County**
 - Increased the municipal resident tax rate from 1.1% to 1.2%. The total resident tax rate is 1.7%: 1.2% municipality and .5% school district.
- **East Whiteland Township, Chester County**
 - Increased the municipal resident tax rate from .75% to 0.8%

- **Lancaster City, Lancaster County**
 - Increased the municipal resident tax rate from 0.6% to 1.1%. The total resident tax rate is 1.6%: 1.1% municipality and .5% school district.
- **Manor Township, Lancaster County**
 - Added a Local Services Tax of \$52.00
- **Mt Joy Township, Adams County**
 - Increased the Local Services Tax from \$10.00 to \$52.00
- **New Cumberland Boro, Northumberland County**
 - Added a Local Services Tax of \$52.00
- **Shamokin City, Northumberland County**
 - Decreased the municipal resident tax rate from 1.5% to 0.5%. The total resident tax rate is 1%: 0.5% municipality and 0.5% school district.
- **Shamokin City, Northumberland County**
 - Increased the Local Services Tax from \$10 to \$52.00
- **South Whitehall Township, Lehigh County**
 - Decreased the municipal resident tax rate from 1.0% to 0.5%, effective 1/1/2024
- **Spring City Boro, Chester County**
 - Increased the Local Services Tax from \$10 to \$52.00
- **Summit Hill Boro, Carbon County**
 - Increased the Local Services Tax from \$10 to \$52.00
- **Uwchlan Township, Chester County**
 - Increased the municipal resident tax rate from 0.5% to 0.75%. The total resident tax rate is 1.25%: 0.75% municipality and 0.5% school district.