

IMPORTANT NOTICE

WAGE TAX RATE REDUCTION

The Philadelphia Wage Tax rate for taxable compensation paid on or after July 1, 2009 will be as follows:

<i>Residents of Philadelphia</i>	<i>3.9296% (.039296)</i>
<i>Non-Residents</i>	<i>3.4997% (.034997)</i>

Wage Tax is to be withheld and remitted at the rate in effect on the date of the paycheck. For example, Wage Tax for a check dated July 1, 2009 for the period June 16, 2009 to June 30, 2009 should be withheld at the rates effective as of July 1, 2009.

The controlling factor in determining which rate to use is the rate in effect on the date the taxable compensation is actually paid to the employee.

If you have additional questions, you may call the Technical Staff at 215 686-6434 or send an email to revenue@phila.gov.