

FOR IMMEDIATE RELEASE December 12, 2022

## <u>Individual Income Tax Rates to Change in Three Indiana</u> Counties Effective Jan. 1

INDIANAPOLIS, Ind. – Effective Jan. 1, 2023, three Indiana county income tax rates will change, according to the Indiana Department of Revenue (DOR).

Local income tax rates are determined by county officials and provided to DOR for review regarding compliance with Indiana law.

Below are the three counties impacted along with their new tax rates:

- Greene County: **0.0215** (increased from 0.0195)
- Montgomery County: **0.0265** (increased from 0.023)
- Perry County: **0.014** (decreased from 0.0181)

These tax rates affect businesses with employees who live or work in any of these counties and have income tax withholdings.

- For Indiana residents on Jan. 1, 2023, county tax rates for individuals are based on the employee's Indiana county of residence on that date.
- For individuals who are not Indiana residents on Jan. 1, 2023, county tax rates are based on the individual's county of principal business or employment on Jan. 1.

Current rates for all Indiana counties are available on DOR's website at <u>dor.in.gov</u> in <u>Departmental Notice #1</u>. To view the complete list, click on "Legal Resources", then "Tax Library", followed by "Departmental Notices".