

City of Marion, Ohio Tax Credit Change and Example

CREDIT

The credit for tax paid to other cities only applies to income earned while a resident of the City of Marion.

For 2023 taxes, the credit for tax paid to another city will be calculated as follows:

100% credit (limited to City of Marion 2% tax rate)

- The 100% credit is limited to the amount of tax assessed by Marion against the income earned in the other city.

You may not claim credit for tax paid to another city if the tax was paid in error and/or you are entitled to a refund from the other city. Any refund to which you are entitled will reduce the credit you may claim for tax paid to that city.

Examples:

You earn \$20,000 as a resident of Marion, while working in Columbus.

Columbus income tax rate is 2.50% / Marion tax rate is currently 2.00%

On \$20,000 earned between January 1 and December 31, 2023, individuals 100% tax credit.

While paying 2.50% tax rate to Columbus on \$20,000 earned = \$500 tax paid

Marion Income Tax (2.00%) on \$20,000 earned = \$400 owed

Individual would get credit for \$400.00. (limited to 2.00% credit of tax paid to Columbus)