



Title: Payroll/Personnel

Chapter: 28, Section 2, Tax Formulas (TAXES)

Bulletin: TAXES 13-6, Boone and Kenton County, Kentucky, Income Tax Withholding

Date: January 23, 2013

To: Subscribers of Tax Bulletins

Beginning with wages paid for Pay Period 01, 2013, the National Finance Center (NFC) will make the following changes to the withholding of county income tax for Boone and Kenton County, Kentucky:

- Boone County, Kentucky, will increase the maximum taxable wage base for the occupational tax from \$55,594 to \$56,377 and increase the maximum annual tax amount from \$444.75 to \$451.01.
- Kenton County, Kentucky, will increase the maximum taxable wage base for the occupational tax from \$110,100 to \$113,700 and increase the maximum annual tax amount from \$270.78 to \$274.73.

No action on the part of the employee or the personnel office is necessary.

To view the updated tax formula, go to the *NFC Home Page* (<http://www.nfc.usda.gov>) and click the **Publications** link at the top of the page. At the Publications page right-hand menu, click **Tax Formulas** and select the appropriate State from the map provided. Changes to the tax formula are identified by "▶◀".

For questions about NFC processing, authorized Servicing Personnel Office representatives should contact the NFC Contact Center at **1-855-NFC-4GOV (1-855-632-4468)** or via the Internet using the Requester Console.

RANDY L. SPEED, Director
Government Employees Services Division

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Kentucky Counties Income Tax Information

County Name	State/City Codes	County Tax Status
Boone	21/015	Duty Station/mandatory
Clay	21/051	Duty Station/voluntary
Jefferson	21/111	Duty Station/mandatory
Kenton	21/117	Duty Station/mandatory
Madison	21/151	Duty Station/mandatory
McCracken	21/145	Duty Station/mandatory

Withholding Formula ▶Effective Pay Period 01, 2013◀

1. Multiply the gross biweekly wages by 26 to obtain the annual wages.
2. Apply the gross annual wages to the following guideline to determine the annual Kentucky county income tax withholding.

**Compute the County
Income Tax Withholding For:**

**By Multiplying the Gross
Annual Wages By:**

	State/County Codes	Resident Percentage	Nonresident Percentage	County Tax Status (Duty Station = DS Residence = R)
Boone	21/015	0.95 ¹	0.95 ¹	DS
Clay (voluntary)	21/051	1.00	1.00	DS
Jefferson	21/111	2.20 ²	1.45 ²	DS
Kenton	21/117	0.7097 ³	0.7097 ³	DS
Madison	21/151	1.00	1.00	DS
McCracken	21/145	1.00	1.00	DS

¹ Maximum taxable wage base of ▶\$56,377◀ (maximum annual tax of ▶\$451.01◀) applies to the 0.8-percent occupational tax. Maximum taxable wage base of \$16,666 (maximum annual tax of \$25) applies to the 0.15-percent Senior Citizen and Mental Health Tax.

² Employees subject to Louisville city income tax will not have county tax withheld.

³ Maximum taxable wage base of ▶\$113,700◀ (maximum annual tax of ▶\$274.73◀) applies to the 0.7097-percent occupational tax. The lower taxable wage base limit remains \$25,000. The payroll tax rates remain 0.7097% on wages up to \$25,000 and 0.1097% on wages greater than \$25,000 and up to the OASDI wage maximum of ▶\$113,700◀.

3. Divide the annual Kentucky city income tax withholding by 26 to obtain the biweekly Kentucky city income tax withholding.