

Commuter Tax

Effective October 1, 2002, the credit allowed by Lancaster for tax paid to another city was changed. It became limited to the lesser of 1% of income earned in the city where the work was done, or the actual tax paid or withheld on income taxable to the work city, **whichever is less**. Before October 2002, Lancaster allowed credit up to a maximum of our full tax rate.

We recommend that taxpayers request their employers to withhold the extra Lancaster tax for them as a courtesy. Be aware that it can't be required of employers, but many employers will accommodate such requests.

If an employer that currently doesn't withhold for Lancaster wants to do courtesy withholding, they just need to let us know and we'll establish a city withholding account for them. Just call 740-687-6606 weekdays between 7:30am and 4:30pm, or write to us at Lancaster Income Tax, PO Box 128, Lancaster, OH 43130.