

Act 32 - Local Earned Income Tax

Act 32 is a law that reforms and standardizes the local earned income tax system. The appointment of collection responsibility falls on countywide committees made up of representatives from local municipalities and school districts. The committees established tax collection districts and elected tax officers to collect the Earned Income Tax (EIT). Act 32 requires uniform withholding of earned income taxes and remittance to a single local collector or Tax Officer. The Act applies to the earned income taxes levied and collected after December 31, 2011. Employers must begin to withhold the local EIT from employees on January 1, 2012. Appointed tax officers start collecting the EIT on January 1, 2012, unless the tax collection district has opted for early implementation.

As a result of Act 32 Legislation, the Earned Income Tax Collector for Gilpin Twp., Leechburg Borough, and West Leechburg Borough is now Central Tax Bureau of PA, Inc. (CENTAX). Their corporate office is located at P.O. Box 458, Bridgeville, PA 15017. CENTAX's local office is located at 201 N. Jefferson Street, 2nd floor, Suite 200, Kittanning, PA 16201. The local office phone #724-543-2249 or #724-548-8939. You can also go to their website at www.centaxgroup.com

Employers should fill out the Residency Certification Form and have each employee sign. The Employer retains this form for their records. The Residency Certification Form requires you to fill in the PSD Codes (Political Subdivision Codes) of where each employee lives and works. The following are the PSD codes for the Leechburg Area School District:

Leechburg Borough – PSD Code #030302

West Leechburg Borough – PSD Code #030303

Gilpin Twp. – PSD Code #030301

For more information regarding Act 32 or to find your local PSD Code – please visit www.newpa.com