

IMPORTANT CHANGES IN THE EARNED INCOME TAX LAW – EFFECTIVE 2012

Residents are required to file their 2011 earned income tax returns with the Richland Township Earned Income Tax Office by April 15, 2012. This will be the last time that residents will file their returns through the Township's Earned Income Tax Office. For 2012 and future tax years, residents will file their returns with the new Bucks County Earned Income Tax Collector, Keystone Collections Group. You may visit their website at: www.keystonecollects.com or contact them at 888-519-3898. Their local office is at 1243 Easton Road, Suite 101, Warrington, PA 18976.

This change is due to Pennsylvania Act 32, which has changed the way earned income taxes are collected throughout Pennsylvania. On January 1, 2012, the law, which requires municipalities to consolidate the collection of the earned income tax through a single countywide collector, will take effect. For more information about Act 32 and the new requirements, click on the link below to see a video.

Beginning with the first quarter of 2012, employers will be subject to new requirements and will be required to remit earned income tax withholdings to the Bucks County Earned Income Tax Collector, Keystone Collections Group. Employers are encouraged to visit their website at: www.keystonecollects.com or contact them at 888-328-0558 with questions.

The new law requires all employers with worksites in Pennsylvania to withhold the earned income tax for all employees, based on the greater of the employee's resident tax rate (where they live) or the nonresident tax rate (where they work). For more information about employer compliance requirements click on the link below to see a video.

Video Overview of Act 32
www.youtube.com/embed/Xm-ZRvfMgI0

Easy Employer Compliance Video
www.youtube.com/embed/xcmIHxaxsMU

IMPORTANT INFORMATION FOR 2011 AND PRIOR YEARS

Richland Township will continue to collect the earned income tax for all years prior to 2012.

If you are delinquent and have not filed a prior tax year return, we strongly urge you to comply as soon as possible to avoid additional collection costs and legal actions. Please contact our office at (215) 536-4256 ext. 23 or by email to Robin@richlandtownshipet.org.