



RENEWAL - INCOME TAX LEVY

History of Danville Income Tax

The Danville Local School District passed a 0.50% continuing traditional income tax that went into effect on January 1, 1990. An additional 1.50% was passed for 5 years beginning January 1, 1999. This was renewed twice. In January 2010, the non-continuing income tax was passed at 1.25% for 5 years and was subsequently renewed for 10 years. In November 2015, the Board of Education voted to reduce the non-continuing portion of the income tax down to 1%. Because the original renewal was for 1.25% - that is what the Board of Education is required to ask for in the November 2023 election for the current renewal. The 1.25% income tax is certified at over \$1,051,000. If the levy does not get renewed – the District will begin looking for ways to reduce our operational (essentially anything other than buildings, grounds, and maintenance) expenditures back by this amount.

Operational expenditures (not all-inclusive):

- Salaries and benefits: teachers, admin, food services, aides, bus drivers, custodial, maintenance, coaches and advisors. (Danville currently employs 96 full-time/part-time staff, and contracts with the Knox County Educational Service Center for 17 aides and staff as well as 18 outside coaches/advisors)
- Utilities: electric, gas, phone, internet, water/sewer
- Materials/Supplies: This includes items for facilities, instructional supplies, chrome books, computers, paper, musical instruments, furniture, books, or e-learning software
- Safety and Security Measures (cameras etc.)
- Transportation: Buses, bus parts, bus repairs

Items like upgrading facilities, repairing, and resealing parking lots, athletic field maintenance are some areas that would be first on the list of budget cuts.

Many of our residents may have additional questions. Hopefully, these pieces of information will help:

What is the tax?

The school district traditional income tax is an income tax separate from federal, state, and municipal income taxes that is earmarked specifically to support school district. The tax is a residential tax so only those living in the Danville Local School district are subject to the tax.

Who pays the tax?

- a) Any individual residing in the state of Ohio who lives during all or part of the tax year in Danville Local School District. A part-year resident must pay the school district income tax based upon income received during the portion of the taxable year in which he/she is a resident of Danville Local School District.
- b) An estate of a decedent who, at the time of their death, was domiciled in the school district. The tax is on the income earned by the estate after the tie of death.

What Income is Taxed?

The traditional school district income tax base uses the same income base as the state's income tax. Ohio income tax is federal adjusted gross income plus/minus Ohio adjustments to income and minus personal exemptions.

Income that is **NOT** taxed: social security benefits; disability and survivor benefits; railroad retirement benefits; welfare benefits; child support; property received as a gift, bequest, or inheritance; and workers' compensation benefits.

Income that **IS** taxed: wages; salaries; tips. Interest; dividends; unemployment compensation; self-employment to the extent in Ohio Adjusted Gross Income; taxable scholarships and fellowships; pensions; annuities; IRA distributions; capital gains; state and local bond interest (except that paid by Ohio Governments); federal bond interest exempt from federal tax but subject to state tax; alimony received; and all other sources.

Who collects the tax?

The Ohio Department of Taxation collects the tax. All tax forms are filed with the Ohio Department of Taxation and all taxes due are paid to the state. The school district will receive quarterly payments from the department.

What is the school district's I.D. number?

Danville Local's number is 4202. This should be included on your state tax return and your school district tax return as well. Remember, all payments go to the state. The District receives our funding from them based on this school district number.

Additional questions?

Information is available on the state's web page at http://www.tax.ohio.gov/school_district_income.aspx or through their toll-free information number at 800-282-1780. Also, residents and their tax preparers are welcome to call the school district office (740-599-6116)

Income Tax Info for Danville Local Residents

Many People have asked "What will this RENEWAL Income Tax Levy cost me?" This chart breaks down the yearly cost all the way to a daily cost for the 1.25% Traditional Income Tax Levy. It is broken down by the Ohio Adjusted Gross Income you report per year:

If you earn....a year:	Your Yearly Cost:	Your Monthly Cost:	Your Weekly Cost:	Your Daily Cost:
\$40,000	\$500.00	\$41.67	\$9.61	\$1.40
\$60,000	\$750.00	\$62.50	\$14.41	\$2.05
\$80,000	\$1,000.00	\$83.33	\$19.23	\$2.74
\$100,000	\$1,250.00	\$104.17	\$24.03	\$3.42
\$120,000	\$1,500.00	\$125.00	\$28.85	\$4.10

1% (what has been collected since 2016)

If you earn....a year:	Your Yearly Cost:	Your Monthly Cost:	Your Weekly Cost:	Your Daily Cost:
\$40,000	\$400.00	\$33.33	\$7.69	\$1.10
\$60,000	\$600.00	\$50	\$11.54	\$1.64
\$80,000	\$800.00	\$66.67	\$15.38	\$2.19
\$100,000	\$1,000.00	\$83.33	\$19.23	\$2.74
\$120,000	\$1,200.00	\$100.00	\$23.08	\$3.29

Difference between 1.25% and 1.00%

If you earn....a year:	Your Yearly Cost:	Your Monthly Cost:	Your Weekly Cost:	Your Daily Cost:
\$40,000	\$100.00	\$8.34	\$1.92	\$0.30
\$60,000	\$150.00	\$12.50	\$2.87	\$0.41
\$80,000	\$200.00	\$16.66	\$3.85	\$0.55
\$100,000	\$250.00	\$20.84	\$4.80	\$0.68
\$120,000	\$300.00	\$25.00	\$5.77	\$0.81