

Cumberland County Tax Bureau collects the earned income/compensation tax and the net profits tax for the following school districts and municipalities. If you were a resident of any of the listed municipalities and school districts for any portion of the tax year, you are required to file a return with this bureau.							
Cumberland County And Franklin County Taxing Authorities				Cumberland County and York County:			
School District	Township/Boro	Resident Rate	PSD	School District	Township/Boro	Resident Rate	PSD
<b>Big Spring SD</b>	Cooke Twp.	1.65%	210101	<b>Mechanicsburg SD</b>	Mechanicsburg Boro	1.70%	210601
	Lower Frankford Twp.	1.65%	210102		Shiremanstown Boro	1.70%	210602
	Lower Mifflin Twp.	1.65%	210103		Upper Allen Twp.	1.70%	210603
	Newville Boro	1.65%	210104	Shiremanstown Annex	1.80%	210604	
	North Newton Twp.	1.65%	210105	<b>Shippensburg Area SD</b>	Hopewell Twp.	1.40%	210701
	Penn Twp.	1.65%	210106		Newburg Boro	1.40%	210702
	South Newton Twp.	1.65%	210107		Shippensburg Boro	1.40%	210703
	Upper Frankford Twp.	1.65%	210108		Shippensburg Twp.	1.40%	210704
	Upper Mifflin Twp.	1.65%	210109		Southampton Twp. (Cumberland)	1.40%	210705
	West Pennsboro Twp.	1.65%	210110		Orrstown Boro (Franklin)	1.40%	210706
<b>Camp Hill SD</b>	Camp Hill Boro	2.00%	210201		Southampton Twp. (Franklin)	1.40%	210707
<b>Carlisle Area SD</b>	Carlisle Boro	1.60%	210301	<b>South Middleton SD</b>	South Middleton Township	1.60%	210801
	Dickinson Twp.	1.60%	210302	<b>West Shore SD</b>	Lemoyne Boro	1.45%	210901
	Mt Holly Springs Boro	1.60%	210303		Lower Allen Twp.	1.55%	210902
North Middleton Twp.	1.60%	210304	New Cumberland Boro		1.45%	210903	
<b>Cumberland Valley SD</b>	Hampden Twp.	1.60%	210401		Wormleysburg Boro	1.45%	210904
	Middlesex Twp.	1.60%	210402		Fairview Twp. (York)	1.45%	210905
	Monroe Twp.	1.60%	210403		Goldsboro Boro (York)	1.45%	210906
	Silver Spring Twp.	1.70%	210404		Lewisberry Boro (York)	1.45%	210907
<b>East Pennsboro SD</b>	East Pennsboro Twp.	1.60%	210501	Newberry Twp. (York)	1.45%	210908	

The following examples of earned income compensation, what is not subject to tax, and non-allowed unreimbursed business expenses in no way limits the provisions of the resolutions/ordinances to these examples. This list is not exhaustive; contact CCTB if you have any questions.

Earned Income Compensation Examples	What is not subject to tax	Unreimbursed Business Expenses PA Schedule UE DOES NOT cover the below examples:	Net Profits:
Salaries	3 <sup>rd</sup> party sick pay	Personal, living or family expenses, temporary housing expense	While the definition of "net profits" in the Local Tax Enabling Act includes net income from the operation of a business, profession or other activity, it does not include income from corporations.
Wages	Disability Benefits (periodical payments received by an individual under a disability insurance plan)	Subscriptions to publications	
Commissions	Distributions from Retirement Programs (Such as Keogh, Tax Shelter Annuity, IRA and 401K)	Dues to professional or fraternal societies	Most distributions passed through a taxpayer by an S Corporation are considered investment income and not subject to the earned income tax, unless the distributions are based on services provided by the taxpayer.
Bonuses	Cash or property received as a gift, by Will or Statues of Descent or Distribution.	Chamber of Commerce or recreational club membership	
Drawing Accounts-If amounts received as a drawing account exceed the salary or commissions earned, the tax is payable on the amounts received. If the employee subsequently repays the employer any amounts not in fact earned, the tax shall be adjusted accordingly.	Capital gains (capital losses may not be used as a deduction against other taxable income.)	Cost of meals while working late except while traveling away from home overnight.	For taxpayers engaged in the business, profession or activity of farming, the term shall not include:  Any interest earnings generated from any monetary accounts or investment instruments of the farming business  Any gain on the sale of farm machinery  Any gain on the sale of livestock held twelve months or more for draft, breeding or dairy purposes  Any gain on the sale of other capital assets of the farm
Incentive Payments	Death benefits	Campaign or political contributions	
Tips	Proceeds of Life Insurance policies	Charitable contributions	
Fees	Unemployment compensation	Commuting expenses	
Benefits accruing from employment, including but not limited to annual leave, vacation, holiday, sabbatical leave, compensation received in form of property shall be taxed at its fair market value at the time of receipt, Jury Duty Pay, Payments received from weekend meetings National Guard or reserve Units, sick pay (if employee received a regular salary during period of sickness or disability by virtue of employment agreement), separation payments and taxes assumed by the employer.	Boarding and lodging of employees for the convenience of employer.	Capital Expenditures except through depreciation. Certain depreciation expense exclusions may be taken. Federal depreciation or cost recovery deductions are acceptable for Pennsylvania purpose as an administrative convenience to compute allowable business expense deductions.	
National Guard Pay (except active duty)	Interest and dividends	Occupational privilege tax/LST/EMST	
1-W Classification Pay	Scholarships	Child or Elderly care expenses	
Stipends	Social security benefits	Life insurance premiums, disability income	
Employee contributions to Retirement Accounts	Damages for personal injury	Health services, insurance premiums	
Any expense reimbursement from employer that exceeds actual expenses is taxable	Active duty military service pay. Years prior to 2016 please contact the Bureau.	Malpractice Insurance premiums (except where required by law or employer)	
	Gambling/lottery winnings	Pension contributions	Net profits do not include income that is "not paid for services provided" or that is in the nature of earning from an investment (passive income).
	Supplementary unemployment benefit (sub pay)	Fines, penalties, legal fees (except to recover back wages)	
	Clergy Housing Allowance	Bad debts	
	Personal use of company cars	Bribes, Kickbacks and other illegal payments	
	Cafeteria plans	Eligible job hunting expenses and pre-employment expenses	
	Profits from limited liability partnerships engaged in real estate, oil, mining leases or other similar investments.	Residential phone services (specific charges for telephone calls required for business purposes may be deducted).	Persons engaging in more than one business activity during the tax year may offset a loss in one activity against the gain of another.
	Pensions		
	Public Assistance		