STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
601 DELAWARE AVENUE
WILMINGTON, DELAWARE 19899

TAX NEWSGRAM 73-9

June 21, 1973

PERSONAL INCOME TAX

SUBJECT: Withholding by Employers on Delaware Residents Employed Out-of-State

The intended policy of the State of Delaware is to avoid double withholding of residents of Delaware who are employed in other states and also subject to withholding of personal income taxes on earnings in those other states.

Title 30, Section 1151 (a), Delaware Code, provides that an employer is required to withhold from the employee's wages during each calendar year an amount substantially equivalent to the tax reasonably estimated to be due from the employee.

A resident of Delaware is entitled to credit against the payment of his Delaware Personal Income Tax for the amount of any income tax imposed on him by another state or political subdivision thereof on income earned in another state.

This will authorize an employer when computing Delaware Personal Income Tax withholdings to compute a concurrent credit against that amount otherwise due for Delaware Personal Income Tax withholdings. Such concurrent credit to be equal to the amount of the Personal Income Tax withholdings being withheld for another state or political subdivision thereof on income earned in that other state.

Russell M. Cory
Director of Revenue

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