

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

TAX NEWSGRAM 73-10

July 2, 1973

PERSONAL INCOME TAX

SUBJECT: Credit for Income Taxes Paid to a Political Subdivision
of Another State.

By House Bill 246, approved by the Governor on June 1, 1973, the 127th Delaware General Assembly amended Section 1111 (a), Title 30, Delaware Code by striking the words "or a political subdivision thereof." The effect of this amendment is to deny a credit against the Delaware Personal Income tax of a resident individual for income taxes paid to a city or a political subdivision of another State. The amendment is effective July 1, 1973. Chapter 64, Laws of Delaware, 1973.

Under the revised law, a resident individual may be allowed a credit against his Delaware Personal Income tax only for income taxes imposed on him by another State or the District of Columbia. With respect to the filing of returns for the taxable year 1973, a credit may be claimed by a qualifying taxpayer in lieu of a deduction only with respect to income taxes paid to a city or a political subdivision of another State on income earned prior to July 1, 1973. Director's Ruling 73-1 dated April 5, 1973, and Tax Newsgram 73-9 dated June 9, 1973, are modified accordingly.

fw *Robert R. Cory*
Russell M. Cory
Director of Revenue

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