



We are NC strong

Where all kids and communities belong!

What is an Earned Income Tax Levy?

Earned income excludes investment and retirement income. Like the income tax levied on taxable income, this tax applies to school district residents regardless of where they live. Please visit <http://tax.ohio.gov> to determine how this would affect you. The earned income tax rate is 0.50%.

Earned income includes only the following items to the extent they are included in your modified adjusted gross income:

- Employee compensation such as wages, salaries and tips; AND
- Self-employment income from sole proprietorships and partnerships.

*** Earned income does not include items such as retirement income, interest, dividends and capital gains.**

How is an earned income tax different than a traditional income tax?

An earned income tax will only tax W-2 compensation or self-employment income that is subject to the self-employment tax. Income that is ***not taxed*** would include retirement income, Social Security income, IRA distributions, pensions, unemployment compensation, workers compensation, interest and dividends, capital gains, royalties, profit from rental activities, lottery winnings, distributive shares of profit from S Corporations, alimony received and distributions from trusts and estates.

Why is NC asking for this levy now?

The district has operated for fifteen years without any new operating taxes. We have experienced rising costs due to inflation and health care premiums. Additionally we have lost 14.5% in property tax revenues over the past three years due to property tax reimbursement being phased out.

What will money collected from this levy be used for?

Operating expenditures are expenses paid for through the school district's general fund. The levy will continue to fund day-to-day operational expenses. These include the following: transportation costs, utilities, technology, textbooks, consumable materials, salaries and benefits for all staff, contracted services including special education, mandated costs including testing and inspections and supplies including custodial and maintenance.

Is this levy going to fund the football program?

No. The NC Football program is being funded by the Eagle Football Boosters, Inc. We have had a contract for 3 years, including for next school year covering that the NC Football Boosters are paying for the program.

More questions:

To discuss anything not answered on this informational flyer, you are encouraged to contact Superintendent Mr. William Hanak of North Central Local Schools. He can be reached by phone at 419.737.2392.