

Tuition Remission Taxation Policy

University of Detroit Mercy offers employees the opportunity to pursue higher education free of charge (remission) for both

City of Detroit		City of Detroit Non-Resident	
Grants			
One-time assistance			
Additional income (taxable amount)	2,000.00		
Additional income (taxable amount) typically received per year	200.00		
Tax	Rate	Amount	Tax
Social Security	0.20%	4.00	
Medicare	1.45%	29.00	Medicare
Federal	22.00%	440.00	116.02
State	4.25%	85.00	State
City of Detroit	2.500%	50.00	City of Detroit
Total taxes			619.60