

INTERNATIONAL FEDERAL INCOME TAX WITHHOLDING

Effective January 1, 2011

To determine the tax:

- 1 From the monthly or biweekly adjusted gross wage, add the "grossing up" then subtract the allowance amount shown in the ALLOWANCE TABLE.
- 2 Calculate the withholding tax on this amount from the FEDERAL TAX WITHHOLDING TABLE.

"GROSSING UP"		
BIWEEKLY		MONTHLY
\$80.80		\$175.00
ALLOWANCE TABLE		
		Allowance Amount
Number of Withholding Allowances	Biweekly	Monthly
1	\$142.31	\$308.33

FEDERAL TAX WITHHOLDING TABLE					
BIWEEKLY Payroll Period					
(a) SINGLE person If amount of wages (after subtracting with- holding allowances) is		The amount of income tax to withhold is:			
Not over	\$81.00			\$0.00	
Over	But not over			% of excess over	
\$81.00	\$408.00			10%	\$81.00
\$408.00	\$1,408.00	\$32.70	Plus	15%	\$408.00
\$1,408.00	\$3,296.00	\$182.70	Plus	25%	\$1,408.00
\$3,296.00	\$6,788.00	\$654.70	Plus	28%	\$3,296.00
\$6,788.00	\$14,663.00	\$1,632.46	Plus	33%	\$6,788.00
\$14,663.00		\$4,231.21	Plus	35.0%	\$14,663.00
MONTHLY Payroll Period					
(a) SINGLE person If amount of wages (after subtracting with- holding allowances) is		The amount of income tax to withhold is:			
NOT over	\$175.00			\$0.00	
Over	But not over			% of excess over	
\$175.00	\$883.00			10%	\$175.00
\$883.00	\$3,050.00	\$70.80	Plus	15%	\$883.00
\$3,050.00	\$7,142.00	\$395.85	Plus	25%	\$3,050.00
\$7,142.00	\$14,708.00	\$1,418.85	Plus	28%	\$7,142.00
\$14,708.00	\$31,771.00	\$3,537.33	Plus	33%	\$14,708.00
\$31,771.00		\$9,168.12	Plus	35.0%	\$31,771.00

EXAMPLE:

An employee with a biweekly adjusted gross wage of \$600.00 claims one allowance.

Adjusted gross wage.....	\$600.00
Add "grossing up".....	80.80
Less allowance amount from ALLOWANCE TABLE.....	(\$142.31)
Federal tax that should be withheld from FEDERAL TAX WITHHOLDING TABLE.....	\$538.49
Taxable wage.....	\$130.49
	x15%
	\$19.57
Plus maximum taxes from 10% bracket.....	\$32.70
TOTAL TAX WITHHELD FROM PAY	\$52.27