

FEDERAL INCOME TAX WITHHOLDING

Effective January 1, 2008

To determine the tax:

- 1 From the monthly or biweekly adjusted gross wage, subtract the allowance amount shown in the ALLOWANCE TABLE for the number of allowances being claimed.
- 2 Calculate the withholding tax on this amount from the FEDERAL TAX WITHHOLDING TABLE.

ALLOWANCE TABLE		
Number of Withholding Allowances	Allowance Amount	
	Biweekly	Monthly
0	\$0.00	\$0.00
1	\$134.62	\$291.67
2	\$269.24	\$583.34
3	\$403.86	\$875.01
4	\$538.48	\$1,166.68
5	\$673.10	\$1,458.35
6	\$807.72	\$1,750.02
7	\$942.34	\$2,041.69
8	\$1,076.96	\$2,333.36
9	\$1,211.58	\$2,625.03
10	\$1,346.20	\$2,916.70

Over 10 Multiply amount of one allowance by number of allowances claimed.

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:				(b) MARRIED Person If amount of wages (after subtracting with- holding allowances) is				The amount of income tax to withhold is:			
Not over		\$102.00		\$0.00				Not over		\$308.00		\$0.00			
Over	But not over			of excess over				Over	But not over			of excess over			
\$102.00	\$396.00			10%				\$308.00	\$906.00			10%			
\$396.00	\$1,306.00	\$29.40	Plus	15%	\$396.00			\$906.00	\$2,775.00	\$59.80	Plus	15%	\$906.00		
\$1,306.00	\$3,066.00	\$165.90	Plus	25%	\$1,306.00			\$2,775.00	\$5,302.00	\$340.15	Plus	25%	\$2,775.00		
\$3,066.00	\$6,404.00	\$605.90	Plus	28%	\$3,066.00			\$5,302.00	\$7,988.00	\$971.90	Plus	28%	\$5,302.00		
\$6,404.00	\$13,833.00	\$1,540.54	Plus	33%	\$6,404.00			\$7,988.00	\$14,042.00	\$1,723.98	Plus	33%	\$7,988.00		
\$13,833.00		\$3,992.11	Plus	35%	\$13,833.00			\$14,042.00		\$3,721.80	Plus	35%	\$14,042.00		
MONTHLY Payroll Period															
(a) SINGLE person If amount of wages (after subtracting with- holding allowances) is				The amount of income tax to withhold is:				(b) MARRIED Person If amount of wages (after subtracting with- holding allowances) is				The amount of income tax to withhold is:			
NOT over		\$221.00		\$0.00				NOT over		\$667.00		\$0.00			
Over	But not over			of excess over				Over	But not over			of excess over			
\$221.00	\$858.00			10%				\$667.00	\$1,963.00			10%			
\$858.00	\$2,830.00	\$63.70	Plus	15%	\$858.00			\$1,963.00	\$6,013.00	\$129.60	Plus	15%	\$1,963.00		
\$2,830.00	\$6,644.00	\$359.50	Plus	25%	\$2,830.00			\$6,013.00	\$11,488.00	\$737.10	Plus	25%	\$6,013.00		
\$6,644.00	\$13,875.00	\$1,313.00	Plus	28%	\$6,644.00			\$11,488.00	\$17,308.00	\$2,105.85	Plus	28%	\$11,488.00		
\$13,875.00	\$29,971.00	\$3,337.68	Plus	33%	\$13,875.00			\$17,308.00	\$30,425.00	\$3,735.45	Plus	33%	\$17,308.00		
\$29,971.00		\$8,649.36	Plus	35%	\$29,971.00			\$30,425.00		\$8,064.06	Plus	35%	\$30,425.00		

EXAMPLE:

An employee with a biweekly adjusted gross wage of \$1200.00 claims two allowances and is married.

Adjusted gross wage.....	\$1,200.00
Less allowance amount from ALLOWANCE TABLE.....	(\$269.24)
Federal tax that should be withheld from	\$930.76
FEDERAL TAX WITHHOLDING TABLE.....	(\$906.00)
Taxable wage.....	\$24.76
	x 15%
	\$3.71
Plus taxes from 10% bracket	\$59.80
TOTAL TAX WITHHELD FROM PAY	\$63.51