

# FEDERAL INCOME TAX WITHHOLDING

Effective January 1, 2007

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	\$130.77	\$283.33
2	\$261.54	\$566.66
3	\$392.31	\$849.99
4	\$523.08	\$1,133.32
5	\$653.85	\$1,416.65
6	\$784.62	\$1,699.98
7	\$915.39	\$1,983.31
8	\$1,046.16	\$2,266.64
9	\$1,176.93	\$2,549.97
10	\$1,307.70	\$2,833.30

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	\$389.00			10%	\$102.00	\$308.00	\$898.00			10%	\$308.00				
\$389.00	\$1,289.00	\$28.70	Plus	15%	\$389.00	\$898.00	\$2,719.00	\$59.00	Plus	15%	\$898.00				
\$1,289.00	\$2,964.00	\$163.70	Plus	25%	\$1,289.00	\$2,719.00	\$5,146.00	\$332.15	Plus	25%	\$2,719.00				
\$2,964.00	\$6,262.00	\$582.45	Plus	28%	\$2,964.00	\$5,146.00	\$7,813.00	\$938.90	Plus	28%	\$5,146.00				
\$6,262.00	\$13,525.00	\$1,505.89	Plus	33%	\$6,262.00	\$7,813.00	\$13,731.00	\$1,685.66	Plus	33%	\$7,813.00				
\$13,525.00		\$3,902.68	Plus	35%	\$13,525.00	\$13,731.00		\$3,638.60	Plus	35%	\$13,731.00				

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	\$843.00			10%	\$221.00	\$667.00	\$1,946.00			10%	\$667.00				
\$843.00	\$2,793.00	\$62.20	Plus	15%	\$843.00	\$1,946.00	\$5,892.00	\$127.90	Plus	15%	\$1,946.00				
\$2,793.00	\$6,423.00	\$354.70	Plus	25%	\$2,793.00	\$5,892.00	\$11,150.00	\$719.80	Plus	25%	\$5,892.00				
\$6,423.00	\$13,567.00	\$1,262.20	Plus	28%	\$6,423.00	\$11,150.00	\$16,929.00	\$2,034.30	Plus	28%	\$11,150.00				
\$13,567.00	\$29,304.00	\$3,262.52	Plus	33%	\$13,567.00	\$16,929.00	\$29,750.00	\$3,652.42	Plus	33%	\$16,929.00				
\$29,304.00		\$8,455.73	Plus	35%	\$29,304.00	\$29,750.00		\$7,883.35	Plus	35%	\$29,750.00				

**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.....	(\$261.54)
Federal tax that should be withheld from	\$938.46
FEDERAL TAX WITHHOLDING TABLE.....	(\$898.00)
Taxable wage.....	\$40.46
	x 15%
	\$6.07
Plus taxes from 10% bracket	\$59.00
<b>TOTAL TAX WITHHELD FROM PAY</b>	<b>\$65.07</b>