



State of Illinois

COMPTROLLER

Loleta A. Didrickson

# PAYROLL BULLETIN

To: All State Agencies, Boards, Commissions and Universities

Date: December 26, 1995

Subject: Federal Withholding Tax Tables - 1996  
Earned Income Credit Tables - 1996

Number: 7-95

Attached are new withholding tax tables which will become effective with the December 16-31, 1995, payroll period. These tables will remain in effect until you are further notified.

To use the attached tables, you must first determine the taxable earnings for the employee, calculated as follows:

- (1) Multiply the number of exemptions by the amount of one exemption for the applicable type payroll period. The amount of one withholding exemption is:

Semi-monthly	\$106.25
Monthly	\$212.50
Bi-weekly	\$ 98.08

- (2) Subtract from gross pay, the following:

- (a) Exemptions as determined in (1) above
- (b) Deferred Compensation
- (c) Tax Sheltered Annuity
- (d) Non-taxable Benefits
- (e) Flexible Spending
- (f) Any other non-taxable income
- (g) Deducted Retirement

- (3) Add any other compensation subject to withholding.

- (4) Round the total to the nearest dollar.



(5) Determine the amount to be withheld from the applicable withholding table.

(6) Example:

(a)	Gross pay, semi-monthly	\$1,000.00
(b)	Less exemptions (married with 5 exemptions) $\$106.25 \times 5 =$	- 531.25
(c)	Less: deductions described in 2(b) through (g) above	- 75.16
(d)	Plus: Other Compensation subject to withholding	+ 30.00
(e)	Taxable Gross (rounded to the nearest dollar)	\$ 424.00
(f)	Tax on \$424.00 from semi-monthly married table on page 13	\$ 23.40

Tape submitting agencies should calculate federal income taxes on payrolls from the appropriate percentage method of withholding table on page 33.

Page 34 shows the 1996 tables for calculating the Advance Payment of Earned Income Credit.

Agencies may reproduce this bulletin as needed for internal distribution purposes.

If you have any questions regarding this bulletin or the attached tax tables, please contact Dan Steven or Nancy Smith at (217) 782-4758.

This bulletin and other information are available electronically from the Comptroller Bulletin Board System at (217) 785-7678.

Tables for Percentage Method of Withholding  
(For Wages Paid in 1996)

TABLE 2—BIWEEKLY Payroll Period

(a) SINGLE person (including head of household)—				(b) MARRIED person—			
If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:	
Not over \$101 . . . . .		\$0		Not over \$247 . . . . .		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$101	—\$979 . . . . .	15%	—\$101	\$247	—\$1,702 . . . . .	15%	—\$247
\$979	—\$2,066 . . . . .	\$131.70 plus 28%	—\$979	\$1,702	—\$3,449 . . . . .	\$218.25 plus 28%	—\$1,702
\$2,066	—\$4,721 . . . . .	\$436.06 plus 31%	—\$2,066	\$3,449	—\$5,840 . . . . .	\$707.41 plus 31%	—\$3,449
\$4,721	—\$10,200 . . . . .	\$1,259.11 plus 36%	—\$4,721	\$5,840	—\$10,304 . . . . .	\$1,448.62 plus 36%	—\$5,840
\$10,200	. . . . .	\$3,231.55 plus 39.6%	—\$10,200	\$10,304	. . . . .	\$3,055.66 plus 39.6%	—\$10,304

TABLE 3—SEMIMONTHLY Payroll Period

(a) SINGLE person (including head of household)—				(b) MARRIED person—			
If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:	
Not over \$109 . . . . .		\$0		Not over \$268 . . . . .		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$109	—\$1,060 . . . . .	15%	—\$109	\$268	—\$1,844 . . . . .	15%	—\$268
\$1,060	—\$2,239 . . . . .	\$142.65 plus 28%	—\$1,060	\$1,844	—\$3,736 . . . . .	\$236.40 plus 28%	—\$1,844
\$2,239	—\$5,115 . . . . .	\$472.77 plus 31%	—\$2,239	\$3,736	—\$6,327 . . . . .	\$766.16 plus 31%	—\$3,736
\$5,115	—\$11,050 . . . . .	\$1,364.33 plus 36%	—\$5,115	\$6,327	—\$11,163 . . . . .	\$1,569.37 plus 36%	—\$6,327
\$11,050	. . . . .	\$3,500.93 plus 39.6%	—\$11,050	\$11,163	. . . . .	\$3,310.33 plus 39.6%	—\$11,163

TABLE 4—MONTHLY Payroll Period

(a) SINGLE person (including head of household)—				(b) MARRIED person—			
If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to withhold is:	
Not over \$219 . . . . .		\$0		Not over \$535 . . . . .		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$219	—\$2,121 . . . . .	15%	—\$219	\$535	—\$3,688 . . . . .	15%	—\$535
\$2,121	—\$4,477 . . . . .	\$285.30 plus 28%	—\$2,121	\$3,688	—\$7,473 . . . . .	\$472.95 plus 28%	—\$3,688
\$4,477	—\$10,229 . . . . .	\$944.98 plus 31%	—\$4,477	\$7,473	—\$12,654 . . . . .	\$1,532.75 plus 31%	—\$7,473
\$10,229	—\$22,100 . . . . .	\$2,728.10 plus 36%	—\$10,229	\$12,654	—\$22,325 . . . . .	\$3,138.86 plus 36%	—\$12,654
\$22,100	. . . . .	\$7,001.66 plus 39.6%	—\$22,100	\$22,325	. . . . .	\$6,620.42 plus 39.6%	—\$22,325

Tables for Percentage Method of Advance EIC Payments  
(For Wages Paid in 1996)

**Table 2. BIWEEKLY Payroll Period**

<b>(a) SINGLE or MARRIED Without Spouse Filing Certificate</b>			<b>(b) MARRIED With Both Spouses Filing Certificate</b>		
If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:	If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:
Over—	But not over—		Over—	But not over—	
\$0	\$243 . .	20.40% of wages	\$0	\$121 . .	20.40% of wages
\$243	\$446 . .	\$50	\$121	\$223 . .	\$25
\$446	. . . .	\$50 less 9.588% of wages in excess of \$446	\$223	. . . .	\$25 less 9.588% of wages in excess of \$223

**Table 3. SEMIMONTHLY Payroll Period**

<b>(a) SINGLE or MARRIED Without Spouse Filing Certificate</b>			<b>(b) MARRIED With Both Spouses Filing Certificate</b>		
If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:	If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:
Over—	But not over—		Over—	But not over—	
\$0	\$263 . .	20.40% of wages	\$0	\$131 . .	20.40% of wages
\$263	\$483 . .	\$54	\$131	\$241 . .	\$27
\$483	. . . .	\$54 less 9.588% of wages in excess of \$483	\$241	. . . .	\$27 less 9.588% of wages in excess of \$241

**Table 4. MONTHLY Payroll Period**

<b>(a) SINGLE or MARRIED Without Spouse Filing Certificate</b>			<b>(b) MARRIED With Both Spouses Filing Certificate</b>		
If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:	If the amount of wages (before deducting withholding allowances) is:		The amount of payment to be made is:
Over—	But not over—		Over—	But not over—	
\$0	\$527 . .	20.40% of wages	\$0	\$263 . .	20.40% of wages
\$527	\$967 . .	\$108	\$263	\$483 . .	\$54
\$967	. . . .	\$108 less 9.588% of wages in excess of \$967	\$483	. . . .	\$54 less 9.588% of wages in excess of \$483