



Roland W. Burris

Comptroller
State of Illinois

December 5, 1989

201 State House
Springfield, Illinois 62706
217/782-6000

PAYROLL BULLETIN
(8-89)

TO: All State Agencies, Departments, Boards, Commissions and Universities

SUBJECT: Federal Withholding Tax Tables - 1990

Attached are new withholding tax tables which will become effective with the December 16-31, 1989 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	\$ 85.42
Monthly	\$170.83
Bi-weekly	\$ 78.85

- (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) 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.

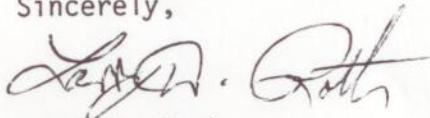
(6) Example:

(a) Gross pay, semi-monthly	\$1,000.00
(b) Less exemptions (married with 5 exemptions) \$85.42 x 5 =	- 427.10
(c) Less: deductions described in 2(b) through (g) above	- 75.16
(d) Plus: Other Compensation subject to withholding	+ <u>30.00</u>
(e) Taxable Gross (rounded to the nearest dollar)	\$ 528.00
(f) Tax on \$528.00 from semi-monthly married table on page 14	\$ 57.90

The new federal withholding tax will be computed on the pre-lists furnished by this office to non-tape submitting agencies for the December 16-31, 1989 pay period.* The appropriate monthly pre-lists will also be re-computed.* The computation will be based on the marital status and exemptions shown on the payroll voucher. If an employee has additional withholding, it will be the responsibility of the payroll officer to make the appropriate change. Tape submitting agencies should calculate federal taxes on payrolls from the appropriate tax tables which are attached. Page 33 of the new tax tables gives the Federal Percentage Method for computing Federal Income Tax. Use these tables when the taxable amount for an employee exceeds the amounts listed on pages 1 through 32 of the tax tables.

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

Sincerely,



Larry D. Roth
Director, State Accounting

*Note: Trailer records will not be recomputed on the pre-lists. It will be the responsibility of the payroll officer to adjust the applicable trailer record totals.

TABLES FOR PERCENTAGE METHOD OF WITHHOLDING
(For Wages Paid After December 1989)

TABLE 1 - If the Payroll Period With Respect to an Employee is Biweekly

(a) SINGLE person - including head of household:					(b) MARRIED person -				
Taxable Wages		Withholding			Taxable Wages		Withholding		
Over	But Not Over	Amount	Plus This %	Of Excess Over	Over	But Not Over	Amount	Plus This %	Of Excess Over
\$0	\$46	\$0.00	0%	\$0	\$0	\$131	\$0.00	0%	\$0
\$46	\$794	\$0.00	15%	\$46	\$131	\$1,379	\$0.00	15%	\$131
\$794	\$1,856	\$112.20	28%	\$794	\$1,379	\$3,146	\$187.20	28%	\$1,379
\$1,856	\$4,242	\$409.56	33%	\$1,856	\$3,146	\$7,716	\$681.96	33%	\$3,146
\$4,242	- -	\$1,196.94	28%	\$4,242	\$7,716	- -	\$2,190.06	28%	\$7,716

TABLE 2 - If the Payroll Period With Respect to an Employee is Semimonthly

(a) SINGLE person - including head of household:					(b) MARRIED person -				
Taxable Wages		Withholding			Taxable Wages		Withholding		
Over	But Not Over	Amount	Plus This %	Of Excess Over	Over	But Not Over	Amount	Plus This %	Of Excess Over
\$0	\$50	\$0.00	0%	\$0	\$0	\$142	\$0.00	0%	\$0
\$50	\$860	\$0.00	15%	\$50	\$142	\$1,494	\$0.00	15%	\$142
\$860	\$2,010	\$121.50	28%	\$860	\$1,494	\$3,408	\$202.80	28%	\$1,494
\$2,010	\$4,596	\$443.50	33%	\$2,010	\$3,408	\$8,359	\$738.72	33%	\$3,408
\$4,596	- -	\$1,296.88	28%	\$4,596	\$8,359	- -	\$2,372.55	28%	\$8,359

TABLE 3 - If the Payroll Period With Respect to an Employee is Monthly

(a) SINGLE person - including head of household:					(b) MARRIED person -				
Taxable Wages		Withholding			Taxable Wages		Withholding		
Over	But Not Over	Amount	Plus This %	Of Excess Over	Over	But Not Over	Amount	Plus This %	Of Excess Over
\$0	\$100	\$0.00	0%	\$0	\$0	\$283	\$0.00	0%	\$0
\$100	\$1,721	\$0.00	15%	\$100	\$283	\$2,988	\$0.00	15%	\$283
\$1,721	\$4,021	\$243.15	28%	\$1,721	\$2,988	\$6,817	\$405.75	28%	\$2,988
\$4,021	\$9,192	\$887.15	33%	\$4,021	\$6,817	\$16,718	\$1,477.87	33%	\$6,817
\$9,192	- -	\$2,593.58	28%	\$9,192	\$16,718	- -	\$4,745.20	28%	\$16,718

TABLES FOR PERCENTAGE METHOD OF WITHHOLDING

(For Wages Paid After December 1989)

TABLE 1—If the Payroll Period With Respect to an Employee is Weekly

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$23 0				Not over \$65 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$23	—\$397	15%	—\$23	\$65	—\$689	15%	—\$65
\$397	—\$928	\$56.10 plus 28%	—\$397	\$689	—\$1,573	\$93.60 plus 28%	—\$689
\$928	—\$2,121	\$204.78 plus 33%	—\$928	\$1,573	—\$3,858	\$341.12 plus 33%	—\$1,573
\$2,121	.....	\$598.47 plus 28%	—\$2,121	\$3,858	.....	\$1,095.17 plus 28%	—\$3,858

TABLE 2—If the Payroll Period With Respect to an Employee is Biweekly

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$46 0				Not over \$131 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$46	—\$794	15%	—\$46	\$131	—\$1,379	15%	—\$131
\$794	—\$1,856	\$112.20 plus 28%	—\$794	\$1,379	—\$3,146	\$187.20 plus 28%	—\$1,379
\$1,856	—\$4,242	\$409.56 plus 33%	—\$1,856	\$3,146	—\$7,716	\$681.96 plus 33%	—\$3,146
\$4,242	.....	\$1,196.94 plus 28%	—\$4,242	\$7,716	.....	\$2,190.06 plus 28%	—\$7,716

TABLE 3—If the Payroll Period With Respect to an Employee is Semimonthly

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$50 0				Not over \$142 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$50	—\$860	15%	—\$50	\$142	—\$1,494	15%	—\$142
\$860	—\$2,010	\$121.50 plus 28%	—\$860	\$1,494	—\$3,408	\$202.80 plus 28%	—\$1,494
\$2,010	—\$4,596	\$443.50 plus 33%	—\$2,010	\$3,408	—\$8,359	\$738.72 plus 33%	—\$3,408
\$4,596	.....	\$1,296.88 plus 28%	—\$4,596	\$8,359	.....	\$2,372.55 plus 28%	—\$8,359

TABLE 4—If the Payroll Period With Respect to an Employee is Monthly

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$100 0				Not over \$283 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$100	—\$1,721	15%	—\$100	\$283	—\$2,988	15%	—\$283
\$1,721	—\$4,021	\$243.15 plus 28%	—\$1,721	\$2,988	—\$6,817	\$405.75 plus 28%	—\$2,988
\$4,021	—\$9,192	\$887.15 plus 33%	—\$4,021	\$6,817	—\$16,718	\$1,477.87 plus 33%	—\$6,817
\$9,192	.....	\$2,593.58 plus 28%	—\$9,192	\$16,718	.....	\$4,745.20 plus 28%	—\$16,718

TABLE 5—If the Payroll Period With Respect to an Employee is Quarterly

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$300 0				Not over \$850 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$300	—\$5,163	15%	—\$300	\$850	—\$8,963	15%	—\$850
\$5,163	—\$12,063	\$729.45 plus 28%		\$8,963	—\$20,450	\$1,216.95 plus 28%	
\$12,063	—\$27,575	\$2,661.45 plus 33%		\$20,450	—\$50,153	\$4,433.31 plus 33%	
\$27,575	.....	\$7,780.41 plus 28%		\$50,153	.....	\$14,235.30 plus 28%	

TABLE 6—If the Payroll Period With Respect to an Employee is Semiannual

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$600 0				Not over \$1,700 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$600	—\$10,325	15%	—\$600	\$1,700	—\$17,925	15%	—\$1,700
\$10,325	—\$24,125	\$1,458.75 plus 28%		\$17,925	—\$40,900	\$2,433.75 plus 28%	
\$24,125	—\$55,150	\$5,322.75 plus 33%		\$40,900	—\$100,305	\$8,866.75 plus 33%	
\$55,150	.....	\$15,561.00 plus 28%		\$100,305	.....	\$28,470.40 plus 28%	

TABLE 7—If the Payroll Period With Respect to an Employee is Annual

(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 be withheld shall be:		If the amount of wages (after subtracting withholding allowances) is:		The amount of income tax to be withheld shall be:	
Not over \$1,200 0				Not over \$3,400 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$1,200	—\$20,650	15%	—\$1,200	\$3,400	—\$35,850	15%	—\$3,400
\$20,650	—\$48,250	\$2,917.50 plus 28%		\$35,850	—\$81,800	\$4,867.50 plus 28%	
\$48,250	—\$110,300	\$10,645.50 plus 33%		\$81,800	—\$200,610	\$17,733.50 plus 33%	
\$110,300	.....	\$31,122.00 plus 28%		\$200,610	.....	\$56,940.80 plus 28%	

TABLE 8—If the Payroll Period With Respect to an Employee is a Daily Payroll Period or a Miscellaneous Payroll Period

(a) SINGLE person—including head of household:				(b) MARRIED person—			
If the amount of wages (after subtracting withholding allowances) divided by the number of days in the payroll period is:		The amount of income tax to be withheld per day shall be:		If the amount of wages (after subtracting withholding allowances) divided by the number of days in the payroll period is:		The amount of income tax to be withheld per day shall be:	
Not over \$4.60 0				Not over \$13.10 0			
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$4.60	—\$79.40	15%	—\$4.60	\$13.10	—\$137.90	15%	—\$13.10
\$79.40	—\$185.60	\$11.22 plus 28%		\$137.90	—\$314.60	\$18.72 plus 28%	
\$185.60	—\$424.20	\$40.96 plus 33%		\$314.60	—\$771.60	\$68.20 plus 33%	
\$424.20	\$119.70 plus 28%		\$771.60	\$219.01 plus 28%	

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