

Office of the State Comptroller

PAYROLL BULLETIN

Subject

Changes in New York State, City of New York and City of Yonkers Withholding Tax Bulletin No.

P-516

Date

March 20, 1987

New York State, City of New York and City of Yonkers withholding taxes will change effective for Administration payroll checks dated April 1, 1987 and Institution payroll checks dated April 9, 1987.

The changes include:

- 1. The deduction allowance table has been changed. The deduction allowance for State and City of Yonkers is \$115.40 for married taxpayers and \$76.90 for single taxpayers. The New York City deduction amount for both married and single taxpayers is \$96.20.
- 2. The exemption allowance table has been increased. The exemption allowance is \$34.60 per exemption for all State and City taxes.
- 3. The tax charts for New York State and the City of Yonkers has also changed for married and single employees. The new tax tables reflect a decrease in tax rates. City of New York Resident and Non-Resident and City of Yonkers non-resident tax tables have not been changed.

Copies of pages from the revised Tax Booklet are attached.

The Tax Department has also issued new instructions on exemption allowance certificates. The Internal Revenue Service may notify an employer that a federal Form W-4 for an employee is defective and has resulted in exemptions being disallowed for withholding purposes. When this condition exists and the employee has not filed New York State Form IT-2104, Employee's Withholding Allowance Certificate, the employer is required to withhold New York State (and City of New York and City of Yonkers tax if applicable) based on the number of withholding allowances specified by the Internal Revenue Service in the written notice (less any allowances for federal credits).

If an employee files Form IT-2104, Employee's Withholding Allowance Certificate, and claims more than 14 allowances, the employer is required to send a copy of the certificate to New York State Department of Taxation and Finance, Income Tax Audit Administrator, Withholding Certificate Coordinator, Building 9, W.A. Harriman Campus, Albany, New York 12227-0125.

The State Tax Department will notify the employer whether to withhold based on a lesser number of allowances or withhold based on the certificate as filed.

Questions concerning this Bulletin should be directed to the Planning Office at (518) 474-1246.

Attachments

NEW YORK STATE, CITY OF NEW YORK and CITY OF YONKERS

SPECIAL TABLES FOR DEDUCTION AND EXEMPTION ALLOWANCES

Applicable to Method II for New York State, see pages 15 - 16 for City of New York, see page 26 for the City of Yonkers, see pages 42 - 43

TABLE A Deduction Allowance Table

NEW YORK STATE AND CITY OF YONKERS

		Payroll Period								
	Weekly	Biweekly	Semimonthly	Monthly	Daily	Annual				
Single	\$38.45	\$76.90	\$83.35	\$166.70	\$7.70	\$2,000.00				
Married	57.70	115.40	125.00	250.00	11.55	3,000.00				

NEW YORK CITY

	Payroll Period								
	Weekly	Biweekly	Semimonthly	Monthly	Daily	Annual			
Single or Married	\$48.10	\$96.20	\$104.15	\$208.30	\$9.60	\$2,500.00			

TABLE B Exemption Allowance Table

Based on a full year exemption of \$900

Payroll Period	Amount of one exemption
Weekly	\$ 17.30 -
Biweekly	34.60
Semimonthly	37.50
Monthly	75.00
Quarterly	225.00
Semiannual	450.00
Annual	900.00
Daily or miscellaneous	3.45

TABLE C Adjustment For Difference Between Federal and State Exemption Allowances

For employers who elected to use the Federal exemption amounts in computing wages after exemptions, the following adjustments corrects for the difference between Federal exemption of \$1,900 and the State or City exemption of \$900, according to the particular payroll period.

Multiply the amount below for 1 exemption by the number of exemptions claimed. The product is to be <u>added</u> to the wages after exemptions computed with the Federal exemption, to correct for the lower State or City exemption allowances.

Payroll Period	Adjustment for each Federal exemption	
Weekly	\$ 19.25	
Biweekly	38.50	Multiply the amount to the left
Semimonthly	41.65	(for 1 exemption) by the number
Monthly	83.30	of exemptions. Add the product
Quarterly	250,00	to the Federally computed wages
Semiannual	500.00	after exemptions.
Annual	1,000.00	
Daily or miscellaneous	3,85	

15

Method 11

NEW YORK STATE

EXACT CALCULATION METHOD

This method is based upon applying a given percentage to the portion of the wages (after deductions and exemptions) which falls within a wage bracket and adding to this product the given accumulated tax for all lower tax brackets. After subtracting the amount of deductions (from Table A) and the amount of exemptions (from Table B) on page 14 one of the following tables is used, depending on the applicable payroll period.

TABLE II A - WEEKLY PAYROLI

	If W	If Wages are		The AMOUNT to be WITHHELD is the SUM of:						
	(after deductions and exemptions)		This							
Line No.	At Least	But less than	Amount (tax- lower brackets)	PLUS	This Percent	OF	Excess of Wages lafter deductions and exemptions over this emount			
	Col. 1	Cot. 2	Col. 3		Col. 4					
1 2	\$ 0 19	\$ 19 58	\$.00 .38	PLUS	2% 3%	EXCESS OVER	\$ 0 19			
3	58 96	96 135	1.54 3.08		4% 5%		58 96			
5	135 173	173 212	5,00 7.31		6% 7%		135 173			
7 8	212 269	269 and up	10.00 14.62	"	8% 9%	14 11	212 269			

TABLE II B - BIWEEKLY PAYROLL

1 2	\$ 0 38	\$ 38 115	\$.00 .77	PLUS	. 2% . 3%	EXCESS OVER	\$ p 38
3	115 192	192 269	3.08 6.15	••	4% 5%		115 192
5 6	269 346	346 423	10.00 14.62		6% 7%		269 346
. 7 8	423 538	538 and up	20.00 29.23	**	8% 9%	" "	423 538

TABLE II C - SEMIMONTHLY PAYROLL

1 2	\$ 0 42	\$ 42 125	\$.00 .83	PLUS	2% 3%	EXCESS O	
3	125 208	208 292	3.33 6.67		4% 5%	10 11 40 01	120
5 6	292 375	375 458	10.83 15.83	"	6% 7%	** **	292
7 8	458 583	583 and up	21.67 31.67	**	8% 9%	. 11 11	458

TARLE II D - MONTHLY PAYDOLS

				- 11101	A I LI L	PATROLL	
1 2	\$ 0 83	\$ 83 250	\$.00 1.67	PLUS	2% 3%	EXCESS OVER	\$ 0 83
3	250 417	417 583	6.67 13.33		4% 5%		250 417
5 6	583 750	750 917	21.67 31.67		6% 7%	., .,	583 750
7	917 1,167	1,167 and up	43.33 63.33	"	8% 9%	** **	917 1,167

TABLE II E - DAILY PAYROLL

		If Wages are lafter deductions		MOUN	T to be W	/ITHHEL	D is ti	ne SUM of:
	and exemptions)		This					
Line No.	At Least	But less than	Amount (tax- lower brackets)	PLUS	This Percent	OF		Excess of Wages (after deductions and examptions) over this amount
	Col. 1	Col. 2	Col. 3		Col. 4			Col. 5
1 2	\$ 0 4.00	\$4.00 11.50	\$.00 80.	PLUS	2% 3%	EXCESS	OVER	
3	11.50 19.00	19.00 27.00	.31 .62	",	4% 5%	"	**	11.50 19.00
5	27.00 34.50	34.50 42.50	1.00 1.46	"	6% 7%	" "	"	27.00 34.50
7	42.50 54.00	54,00 and up	2.00 2.92	11	8% 9%	"	**	42.50 54.00

ANNUAL TAX RATE SCHEDULE

	If ANNUAL WAGES (after deductions and exemptions)		The ANNUALIZED TAX is the SUM of:							
								Excess of Taxable Portion of		
No.	At Least	But less than	This Amount	PLUS	This Percent	OF		Annualized Pay over this Amount		
	Col. 1	Col. 2	Col. 3		Col. 4			Col. 5		
1 2	\$ 0 1,000	\$1,000 3,000	\$.00 20.00	PLUS	2% 3%	EXCESS	OVER	\$ 0 1,000		
3 4	3,000 5,000	5,000 7,000	80.00 160.00	"	4% 5%	**		3,000 5,000		
5 6	7,000 9,000	9,000 11,000	260.00 380.00	"	6% 7%			7,000 9,000		
7 8	11,0 00 14,000	14,000 and up	520.00 760.00	77.	8% 9%	.,	"	11,000 14,000		

The steps in computing the amount of tax to be withheld are as follows: Step (1) Determine the amount of deduction allowance (from Table A, on page 14).

- on page 14).

 (2) Multiply the amount of one exemption (from Table B, on page 14) by the number of exemptions claimed.

 (3) Add the amount of deductions obtained in Step (1) to the amount of exemptions obtained in Step (2).

 (4) Subtract the amount of deductions and exemptions obtained in Step (3) from the employee's gross wages.

 (5) Using the proper table in the Table it series (depending on the particular payroli period), find the applicable line on which the wages after deductions and exemptions in Step (4) are located in columns 1 and 2.
- columns 1 and 2.

 (6) Subtract the amount in column 5 of this line from the amount of wages after deductions and exemptions in Step (4).
- or wages arter deductions and exemptions in Step (4).

 (7) Multiply the remainder obtained in Step (6) by the percentage in column 4 of this line.

 (8) Add the product in Step (7) to the amount in column 3 of the applicable line. This is the New York State tax to be withheld for the particular newfoll product. the particular payroll period.

EXAMPLE 1: (Weekly payroll)

Weekly gross pay of \$200, Single, with 3 exemptions claimed:

- (1) Deduction allowance (from Table A, page 14) = \$38.45
- (2) \$17.30 (from Table B, page 14) x 3 = \$51.90
- (3) \$38.45 + \$51.90 = \$90.35 \$200 - \$90.35 = \$109.65
- Line 4 of Table IIA is applicable (\$109.65 is between \$96 (5) and \$135)
- \$109.65 \$96 = \$13.65
- \$13.65 × 5% (.05) = \$.68
- (8) \$.68 + \$3.08 = \$3.76 (New York State tax to be withheld)

EXAMPLE 2: (Semimonthly payroll)

Semimonthly gross pay of \$300, Single, with 1 exemption claimed:

- (1) Deduction allowance (from Table A, page 14) = \$83.35
- \$37.50 (from Table B, page 14) \times 1 = \$37.50 (2)
- (3) \$83.35 + \$37.50 = \$120.85
- \$300 \$120.85 = \$179.15
- Line 3 of Table IIC is applicable (\$179.15 is between (5) \$125 and \$208)
- (6) \$179.15 \$125 = \$54.15 (7) \$54.15 x 4% (.04) = \$2.17
- (8) \$2.17 + \$3.33 = \$5.50 (New York State tax to be withheld)

54.00

and up

42.50 54,00

1.85 2.77

Method II

NEW YORK STATE MARRIED

EXACT CALCULATION METHOD

42.50

54.00

This method is based upon applying a given percentage to the portion of the wages (after deductions and exemptions) which fails within a wage bracket and adding to this product the given accumulated tax for all lower tax brackets. After subtrecting the amount of deductions (from Table A) and the amount of exemptions (from Table B) on page 14 one of the

following tables is used, depending on the applicable payroll period.

TABLE II A - WEEKLY PAYROLL

	If W	ages are	The A	The AMOUNT to be WITHHELD is the SUM of:							
Line No.	(after deductions and exemptions)		This].	[_				
	At Least	But less than	Amount (tex- 'lower brackets)	PLUS	This Percent	OF	Excess of Wages lafter deductions and exemptions) over this amount				
	Col. 1	Col. 2	Col. 3		Col. 4		Col. 5				
1 2	\$ 0 38	3 38 96	\$.00 .77	PLUS	2% 3%	EXCESS OVER	\$ 0 38				
3 4	96 115	115 135	2.50 3.27	"	4% 5%	1) () N N	96 115				
5 6	135 173	173 212	4.23 6.54	94 99	6% 7%	** **	135 173				
7 8	212 269	269 and up	9.23 13.85	"	8% 9%	78 PF	212 269				

TABLE II B - BIWEEKLY PAYROLL

1 2	\$ 0 77	\$ 77 192	\$.00 1.54	PLUS	2% 3%	EXCESS OVER	\$ 0 77
3	192 231	231 269	5.00 6.54	**	4% 5%	11 91	192 231
5 6	269 346	346 423	8.46 13.08	**	5% 7%	" "	269 346
7 8	423 538	538 and up	1 8.46 27.69	"	8% 9%	11 11	423 538

TABLE II C - SEMIMONTHLY PAYROLL

1 2	\$ 0 83	\$ 83 208	\$.00 1.67	PLUS	2% 3%	EXCESS OVER	\$ 0 83
3	208 250	250 292	5.42 7.08	**	4% 5%	11 11	208 250
5	292 375	375 458	9.17 14.17	11	6% 7%	" "	292 375
7 8	458 583	583 and up	20.00 30.00	11	8% 9%	11 11 11 12	458 583

TABLE II D - MONTHLY PAYROLL

1 2	\$ 0 167	\$167 417	\$.00 3,33	PLUS	2% 3%	EXCESS OVER	\$ 0 167	
3	417 500	500 583	10.83 14.17	91 99	4% 5%	17 27 10 10	417 500	
5 6	583 750	750 917	18.33 28.33	11	6% 7%	11 II	583 750	
7	917 1,167	1,167 and up	40.00 60.00	."	8% 9%	11 11	917 1,167	

	TA	BLEIN	E - D	AILY PA	AYROLL				
		The A	The AMOUNT to be WITHHELD is the SUM of:						
	emptions)	This							
At Least	But less then	(tax-	PLUS	This Percent	OF	Excess of Wages latter deductions and exemptions) over this amount			
Col. 1	Col. 2	Col. 3		Col. 4		Col. 5			
8 0 7.50	\$ 7.50 19.00	\$.00 .15	PLUS	2% 3%	EXCESS OVER	\$ 0 7.50			
19.00 23.00	23.00 27.00	.50 .65	;;	4% 5%	77 17 11 47	19.00 23.00			
27.00 34,50	34.50 42.50	.85 1.31	17	6% 7%	11 42	27.00 34.50			
	At Least Col. 1 8 0 7.50 19.00 23.00	If Wages are (after deductions and exemptions) At But less than Col. 1 Col. 2 8 0 8 7.50 7.50 19.00 19.00 23.00 27.00 27.00 34.50	TABLE II	TABLE II E - Day If Wages are (after deductions and exemptions)	TABLE II E - DAILY PAN If Wages are (after deductions and exemptions)	TABLE II E - DAILY PAYROLL			

ANNUAL TAX RATE SCHEDULE

	WAGI	INUAL ES lafter	TI	The ANNUALIZED TAX is the SUM of:						
	deductions and exemptions)		1 1	[Excess of Taxable			
Line No.	At Least	But less than	This Amount	PLUS	This Percent	OF	Portion of Annualized Pay over this Amount			
	Col. 1	Col. 2	Col. 3		Col. 4		Col. 5			
2	\$ 0 2,000	\$2,000 5,000	\$.00 40.00	PLUS	2% 3%	EXCESS OVER	\$ 0 2,000			
3 4	5,000 6,000	5,000 7,000	130.00 170.00	"	4% 5%	. 19 11	5,000 6,000			
5 6	7,000 9,000	9,000 11,000	220.00 340.00	91	6% 7%	00 TI	7,000 9,000			
	11,000 14,000		480.00 720.00	"	8% 9%	91 91 90 61	11,000			

The steps in computing the amount of tax to be withheld are as follows:

Step (1) Determine the amount of deduction allowance (from Table A, on page 14).

(2) Multiply the amount of one exemption (from Table B, on page

- (2) Multiply the amount of one exemption (from Table B, on page 14) by the number of exemptions claimed.
 (3) Add the amount of deductions obtained in Step (1) to the amount of exemptions obtained in Step (2).
 (4) Subtract the amount of deductions and exemptions obtained in Step (3) from the employee's gross wages.
 (5) Using the proper table in the Table II series (depending on the particular payroll period), find the applicable line on which the wages after deductions and exemptions in Step (4) are located in columns 1 and 2.
- wages after deductions and exemptions in Step (4) are located in columns 1 and 2.

 (6) Subtract the amount in column 5 of this line from the amount of wages after deductions and exemptions in Step (4).

 (7) Multiply the remainder obtained in Step (6) by the percentage in column 4 of this line.

 (8) Add the product in Step (7) to the amount in column 3 of the applicable lies.
- applicable line. This is the New York State tax to be withheld for the particular payroli period.

EXAMPLE 1: (Weekly payroll)

Weekly gross pay of \$400, married with 2 exemptions claimed

- (1) Deduction allowance (from Table A, page 14) = \$57.70
- (2) \$17.30 (from Table B, page 14) x 2 = \$34.60
- (3) \$57.70 + \$34.60 = \$92,30 (4) \$400 -- \$92.30 = \$307.70
- (5) Line 8 of Table IIA is applicable (\$307.70 is over \$269)
- (6) \$307.70 \$269 = \$38.70
- \$38.70 x 9% (.09) = \$3.48
- \$3.48 + \$13.85 = \$17.33 (New York State tax to be withheld)

EXAMPLE 2: (Monthly payroll)

Monthly gross pay of \$1,100, married with I exemption claimed

- (1) Deduction allowance (from Table A, page 14) = \$250.00
- \$75 (from Table B, page 14) \times 1 = \$75.00
- \$250 + \$75.00 = \$325.00 \$1,100 \$325 = \$775
- Line 6 of Table IID is applicable (\$775 is between \$750 and \$917) (5)
- \$775 \$750 = \$25
- \$25 x 7% (.07) = \$1.75
- \$1.75 + \$28.33 = \$30.08 (New York State tax to be withheld)

42

Method II

CITY OF YONKERS SINGLE

EXACT CALCULATION METHOD

This method duplicates the steps used in calculating the New York State tax, to which it then applies a 15% surcharge. This method is based upon applying a given percentage to the portion of the wages (after deductions and exemptions) which falls within a wage bracket and adding to this product the given accumulated tax for all lower tax brackets. After sub-tracting the amount of deductions (from Table A) and the amount of exemptions (from Table B) on page 14, one of the following tables is used, depending on the applicable payroll period.

TABLE II A - WEEKLY PAYROLL

		agas are		MOUN	T to be W	/ITHHEL	D is t	he SUM of:
Line No.	(after deductions and exemptions)		This					E of W
	At Least	But less than	Amount (tax- lower brackets)	PLUS	This Percent	OF		Excess of Wages (after deductions) and exemptions) over this amount
	Col. 1	Col. 2	Col. 3		Col. 4			Col. 5
1 2	\$ 0 19	\$ 19 58	\$,00 8£.	PLUS	2% 3%	EXCESS	OVER	\$ 0 19
3 4	58 96	96 135	1,54 3,08	**	4% 5%	- 11	#	58 96
5 6	135 173	173 212	5.00 7.31	44	6% 7%	**	"	135 173
7 8	212 269	269 and up	10.00 14.62	**	8% 9%	74	<i>::</i>	212 269

TABLE II B - BIWEEKLY PAYROLL

						<u>, , , , , , , , , , , , , , , , , , , </u>		
1 2	\$ 0 38	\$ 38 115	\$.00 .77	PLUS	2% 3%	EXCESS (OVER	\$ 0 38
3	115 192	192 269	3.08 6.15	"	4% 5%	" ,	"	115 192
5 6	269 346	346 423	10.00 14.62	**	6% 7%	**	"	269 346
7 B	423 538	538 and up	20.00 29.23	**	8% 9%			423 538

TABLE II C - SEMIMONTHLY PAYROLL

1 2	\$ 0 42	\$ 42 125	\$,00 .83	PLUS	2% 3%	EXCES	OVER	\$ 0 42
3	125 208	208 292	3.33 6.67	; ;	4% 5%			125 208
5 6	292 375	375 458	10.83 15.83		6% 7%		**	292 375
7	458 583	583 and up	21.67 31.67	**	8% 9%	••	**	458 583

TARLE ILD ... MONTHLY PAYROLL

	TABLE II D = MONTINET FATROLE												
1 2	\$ 0 83	\$ 83 250	\$.00 1.67	PLUS	2% 3%	EXCES	OVER	\$ 0 					
3	250 417	417 583	6.67 13.33		4% 5%	**		250 417					
5 6	583 750	750 917	21.67 31.67		6% 7%		**	583 750					
7 8	917 1,167	1,167 and up	43.33 63.33	**	8% 9%		**	917 1,167					

TABLE II E - DAILY PAYROLL

and it was

		iges are	The A	The AMOUNT to be WITHHELD is the SUM of:							
Line No.	(after deductions and exemptions)		This								
	At Least	But less than	Amount (tax- lower brackets)	PLUS	This Percent	OF	Excess of Wages fafter deductions and examptions? over this amount				
	Col. 1	Col. 2	Col. 3		Col. 4		Col. 5				
1 2	\$ 0 4.00	\$4.00 11.50	00. \$ 80.	PLUS	2% 3%	EXCESS OVER	\$ 0 4.00				
3 4	11.50 19.00	19.00 27.00	.31 .62	**	4% 5%	** **	11.50 19.00				
5 6	27.00 34.50	34.50 42.50	1.00 1.46		6% 7%	** . **	27.00 34.50				
7	42.50 54.00	54.00 and up	2.00 2.92	71	8% 9%	14 44 31 44	42.50 54.00				

ANNUAL TAX RATE SCHEDULE

	If ANNUAL WAGES (after		The ANNUAL!ZED TAX is the SUM of:						
		tions and ptions)]	i			Excess of Taxable		
Line No.	At Least	But less than	This Amount	PLUS	This Percent	OF	Portion of Annualized Pay over this Amount		
	Cot. 1	Col. 2	Col. 3		Col. 4		Col. 5		
1 2	\$ 0 1,000	\$1,000 3,000	\$.00 20.00	PLUS	2% 3%	EXCESS OVER	\$ 0 1,000		
3 4	3,000 5,000	5,000 7,000	80.00 160.00	"	4% 5%		3,000 5,000		
5	7,000 9,000	9,000 11,000	260.00 380.00	**	6% 7%	· · · · ·	7,000 9,000		
7	11,000 14,000	14,000 and up	520.00 760.00	**	8% 9%	" "	11,000 14,000		

The steps in computing the amount of tax to be withheld are as follows: Step (1) Determine the amount of deduction allowance (from Table A,

- (1) Determine the amount or deduction allowance (from Table A, on page 14).

 (2) Multiply the amount of one exemption (from Table B, on page 14) by the number of exemptions claimed.

 (3) Add the amount of deductions obtained in Step (1) to the amount of exemptions obtained in Step (2).

 (4) Subtract the amount of deductions and exemptions obtained in Step (2) from the amount of results of the step (2).

- (4) Subtract the amount of deductions and exemptions obtained in Step (3) from the employee's gross wages.
 (5) Using the proper table in the Table II series (depending on the particular payroll period), find the applicable line on which the wages after deductions and exemptions in Step (4) are located in columns 1 and 2.
 (6) Subtract the amount in column 5 of this line from the amount of wages after deductions and exemptions in Step (4).
 (7) Multiply the remainder obtained in Step (6) by the percentage in column 4 of this line.
- column 4 of this line.
 (8) Add the product in Step (7) to the amount in column 3 of the
- applicable line.
- (9) Multiply the sum in Step (8) by 15% (.15). The product is the City of Yonkers tax to be withheld for the particular payroll period.

EXAMPLE 1: (Weekly payroll)

Weekly gross pay of \$200, Single, with 3 exemptions claimed:

- (1) Deduction allowance (from Table A, page 14) = \$38.45
- \$17.30 from Table B, page 14) x 3 = \$51.90
- \$38.45 + \$51.90 = \$90,35
- \$200 \$90.35 = \$109.65
- Line 4 of Table (IA is applicable (\$109.65 is between \$96 (5) and \$135)
- (6) \$109,65 - \$96 = \$13.65
- (7)
- \$13.65 x 5% (.05) = \$.68 \$.68 + \$3.08 = \$3.76 (New York State tax to be withheld)
- \$3.76 x 15% (.15) = \$.56 (City of Yonkers tax to be withheld)

EXAMPLE 2: (Semimonthly payroll)

Semimonthly gross pay of \$300, Single, with 1 exemption claimed:

- (1) Deduction allowance (from Table A, page 14) = \$83.35
- (2) \$37.50 (from Table B, page 14) x 1 = \$37.50 (3) \$83.35 + \$37.50 = \$120.85
- \$300 -- \$120.85 = \$179.15
- Line 3 of Table IIC is applicable (\$179.15 is between
- \$125 and \$208)
- \$179.15 \$125 = \$54.15
- (7) \$54.15 x 4% (.04) = \$2.17 \$2.17 + \$3.33 = \$5.50 (New York State tax to be withheld)
- (9) \$5.50 x 15% (.15) = \$.83 (City of Yonkers tax to be withheld)

CITY OF YONKERS MARRIED

EXACT CALCULATION METHOD

Method II

This method duplicates the steps used in calculating the New York State tax, to which is then applied a 15% surcharge. It is based upon applying a given percentage to the portion of the wages (after deductions and exemptions) which falls within a wage bracket and adding to this product the given accumulated tax for all lower tax brackets. After subtracting the amount of deduction (from Table A) and the amount of exemptions (from Table B) on page 14, one of the following tables is used, depending on the applicable payroll period.

TABLE II A - WEEKLY PAYROLL

		ages are leductions	The A	The AMOUNT to be WITHHELD is the SUM of:					
Line No.		eniptions)	This		S This Percent				
	At Least	But less than	Amount (tax- lower brackets)	PLUS		OF	Excess of Wages (after deductions and exemptions over this amount		
	Col. 1	Col. 2	Col. 3		Col. 4		Col. 5		
1 2	\$ 0 38	\$ 38 96	\$.00 .77	PLUS	2% 3%	EXCESS OVER	\$ 0 38		
3	96 115	115 135	2.50 3.27	"	4% 5%	11 11	96 115		
5 6	135 173	173 212	4.23 6.54) · 10	6% 7%	11 11 11 11	135 173		
7 8	212 269	269 and up	9.23 13.85	**	8% 9%	11 11	212 269		

TABLE II B - BIWEEKLY PAYROLL

1 2	\$ 0 77	\$ 77 192	\$.00 1.54	PLUS	2% 3%	EXCESS OVER	\$ 0 77
3	192 231	231 269	5.00 6.54	::	4% 5%	: :	192 231
5 6	269 346	346 423	8.46 13.08	::	6% 7%	" "	269 346
7 8	423 538	538 and up	18.46 27.69	# .	8% 9%	" "	423 538

TABLE II C - SEMIMONTHLY PAYROLL

1 2	\$ 0 83	\$ 83 208	\$.00 1.67	PLUS	2% 3%	EXCESS OVER	\$ 0 83
3 4	208 250	250 292	5.42 7.08	"	4% 5%	** **	208 250
5 6	292 375	375 458	9,17 14,17		6% 7%		292 375
7 8	458 583	583 and up	20.00 30.00		8% 9%	10 14 10 19	458 583

TARLE II D - MONTHLY PAYROLI

TABLE II & - MONTHET TATROLL									
1 2	\$ 0 167	\$167 417	\$.00 3.33	PLUS	2% 3%	EXCESS OVER	\$ 0 167		
3	417 500	500 583	10.83 14.17	**	4% 5%	11 11	417 500		
5	583 750	750 917	18.33 28.33	"	6% 7%	" "	582 750		
7	917 1,167	1,167 and up	40.00 60.00		8% 9%	: ::	917 1,167		

		TA	BLEHI	E - D/	AILY PA	AYROL	.L			
Line No.	If Wages are (after deductions) and exemptions)		The AMOUNT to be WITHHELD is the SUM of:							
			This					<u> </u>		
		But less than	Amount (tax- lower brackets)	PLUS	This Percent	OF		Excess of Wages lafter deductions and exemptions! over this amount		
	Col. 1	Col. 2	Col. 3		Col. 4	<u> </u>		Col. 5		
1 2	\$ 0 7.50	\$ 7.50 19.00	\$.00 .15	PLUS	2% 3%	CXCETS	OVER	\$ 0 7.50		
	19.00 23.00	23.00 27.00	.50 .65	**	4% 5%	::	***	19.00 23.00		
5 6	27.00 34.50	34.50 42.50	.85 1.31	**	6% 7%	.,	11	27.00 34.50		
7	42.50 54.00	54.00 and up	1,85 2,77	**	8% 9%	::	"	42.50 54.00		

ANNUAL TAX RATE SCHEDULE

Line No.	If ANNUAL WAGES are (after deductions and exemptions)		The ANNUALIZED TAX is the SUM of:						
								Excess of Taxable	
	At Least	But less than	This Amount	PLUS	This Percent	OF		Annualized Pay over this Amount	
	Col. 1 Col. 2	Col. 3		Çol. 4			Col. 5		
1 2	\$ 0 2,000	\$2,000 5,000	\$.00 40.00	PLUS	2% 3%	EXCESS	OVER	\$ 0 2,000	
3	5,000 6,000	6,000 7,000	130.00 170.00	"	4% 5%	11	17	5,000 6,000	
5 6	7,000 9,000	9,000 11,000	220.00 340.00	**	6% 7%		"	7,000 9,000	
	11 ,00 0 14,000	14,000 and up	480.00 720.00		8% 9%	11	11	11,000 14,000	

The steps in computing the amount of tax to be withheld are as follows: Step (1) Determine the amount of deduction allowance (from Table A, on page 14).

(2) Multiply the amount of one exemption (from Table B, on page

- (2) Multiply the amount of one exemption (from Table B, on page 14) by the number of exemptions claimed.
 (3) Add the amount of deductions obtained in Step (1) to the amount of exemptions obtained in Step (2).
 (4) Subtract the amount of deductions and exemptions obtained in Step (3) from the employee's gross wages.
 (5) Using the proper table in the Table II series (depending on the particular payroll period), find the applicable line on which the wages after deductions and exemptions in Step (4) are located in columns 1 and 2.
 (6) Subtract the amount in column 5 of this line from the amount of wages after deductions and exemptions in Step (4).
- of wages after deductions and exemptions in Step (4).

 (7) Multiply the remainder obtained in Step (6) by the percentage in column 4 of this line.
- (8) Add the product in Step (7) to the amount in column 3 of the
- applicable line.

 (9) Multiply the sum in Step (8) by 15% (.15). The product is the City of Yonkers tax to be withheld for the particular payroll period.

EXAMPLE 1: (Weekly payroll)

Weekly gross pay of \$400, married with 2 exemptions claimed

- (1) Deduction allowance (from Table A, page 14) = \$57.70
- (2) \$17.30 (from Table B, page 14) x 2 = \$34.60
- (3), \$57.70 + \$34.60 = \$92.30 (4) \$400 - \$92.30 = \$307.70
- (5) Line 8 of Table IIA is applicable (\$307.70 is over \$269)
- (6) \$307.70 \$269 = \$38.70
- (7) \$38.70 x 9% (.09) = \$3.48 (8) \$3.48 + \$13.85 = \$17.33 (New York State tax to be withheld)
- (9) \$17.33 x 15% (.15) = \$2.60 (City of Yonkers tax to be withheld)

EXAMPLE 2: (Monthly payroll)

Monthly gross pay of \$1,100, married with 1 exemption claimed

- (1) Deduction allowance (from Table A, page 14) = \$250.00
- (2) \$75,00 (from Table B, page 14) x 1 = \$75.00
- (3) \$250.00 + \$75.00 = \$325.00 (4) \$1,100 -- \$325 = \$775
- (5) Line 6 of Table 11D is applicable (\$775 is between \$750 and \$917)
- (6) \$775 \$750 = \$25
- (7) \$25 x 7% (.07) = \$1.75
- \$1.75 + \$28.33 = \$30.08 (New York State tax to be withheld)
- \$30.08 x 15% (.15) = \$4.51 (City of Yonkers tax to be withheld)