



Office of the State Comptroller
PAYROLL BULLETIN

Subject 1994 Changes in Federal Income Tax Withholding and Earned Income Credit	Bulletin No. P-797
	Date December 10, 1993

FEDERAL TAX

Federal Income Withholding Tax tables have changed effective with Institution checks dated January 6, 1994 and Administration checks dated January 12, 1994. The value of a withholding allowance has been increased to \$47.12 weekly, \$94.23 biweekly and \$204.17 monthly. A copy of the tax tables are attached. To request a copy of the Circular E, Employer's Tax Guide contact the IRS at the toll free number, 1-800-829-3676.

ADVANCE PAYMENT OF EARNED INCOME CREDIT

In 1994, employees whose earned income is less than \$23,750 may be eligible for the advance payment of the Earned Income Credit (EIC), with a maximum credit of \$1,223. Copies of the new 1994 tables for calculating the credit are attached.

Eligible employees must complete a new W-5 Earned Income Credit Advance Payment Certificate each year. Copies of the forms may be obtained from IRS. Instructions for processing the EIC are in the Agency Payroll Manual, Chapter D, Section 4, page 45. For agencies with on-line access to the OSC payroll files the instructions for processing are in the Payroll Manual, Deduction Processing, Section 6, page 114.

Tables for Percentage Method of Withholding
(For Wages Paid in 1994)

TABLE 1—WEEKLY 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 \$50		\$0		Not over \$122		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$50	—\$463	15%	—\$50	\$122	—\$806	15%	—\$122
\$463	—\$968	\$61.95 plus 28%	—\$463	\$806	—\$1,606	\$102.60 plus 28%	—\$806
\$968	—\$2,238	\$203.35 plus 31%	—\$968	\$1,606	—\$2,767	\$326.60 plus 31%	—\$1,606
\$2,238	—\$4,834	\$597.05 plus 36%	—\$2,238	\$2,767	—\$4,883	\$686.51 plus 36%	—\$2,767
\$4,834	. . . . .	\$1,531.61 plus 39.6%	—\$4,834	\$4,883	. . . . .	\$1,448.27 plus 39.6%	—\$4,883

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 \$99		\$0		Not over \$244		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$99	—\$927	15%	—\$99	\$244	—\$1,612	15%	—\$244
\$927	—\$1,936	\$124.20 plus 28%	—\$927	\$1,612	—\$3,212	\$205.20 plus 28%	—\$1,612
\$1,936	—\$4,475	\$406.72 plus 31%	—\$1,936	\$3,212	—\$5,535	\$653.20 plus 31%	—\$3,212
\$4,475	—\$9,667	\$1,193.81 plus 36%	—\$4,475	\$5,535	—\$9,765	\$1,373.33 plus 36%	—\$5,535
\$9,667	. . . . .	\$3,062.93 plus 39.6%	—\$9,667	\$9,765	. . . . .	\$2,896.13 plus 39.6%	—\$9,765

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 \$107		\$0		Not over \$265		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$107	—\$1,004	15%	—\$107	\$265	—\$1,746	15%	—\$265
\$1,004	—\$2,097	\$134.55 plus 28%	—\$1,004	\$1,746	—\$3,479	\$222.15 plus 28%	—\$1,746
\$2,097	—\$4,848	\$440.59 plus 31%	—\$2,097	\$3,479	—\$5,996	\$707.39 plus 31%	—\$3,479
\$4,848	—\$10,473	\$1,293.40 plus 36%	—\$4,848	\$5,996	—\$10,579	\$1,487.66 plus 36%	—\$5,996
\$10,473	. . . . .	\$3,318.40 plus 39.6%	—\$10,473	\$10,579	. . . . .	\$3,137.54 plus 39.6%	—\$10,579

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 \$215		\$0		Not over \$529		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$215	—\$2,008	15%	—\$215	\$529	—\$3,492	15%	—\$529
\$2,008	—\$4,194	\$268.95 plus 28%	—\$2,008	\$3,492	—\$6,958	\$444.45 plus 28%	—\$3,492
\$4,194	—\$9,696	\$881.03 plus 31%	—\$4,194	\$6,958	—\$11,992	\$1,414.93 plus 31%	—\$6,958
\$9,696	—\$20,946	\$2,586.65 plus 36%	—\$9,696	\$11,992	—\$21,158	\$2,975.47 plus 36%	—\$11,992
\$20,946	. . . . .	\$6,636.65 plus 39.6%	—\$20,946	\$21,158	. . . . .	\$6,275.23 plus 39.6%	—\$21,158

Tables for Percentage Method of Withholding (Continued)
(For Wages Paid in 1994)

TABLE 5—QUARTERLY 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 \$644		\$0		Not over \$1,588		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$644	—\$6,025	15%	—\$644	\$1,588	—\$10,475	15%	—\$1,588
\$6,025	—\$12,581	\$807.15 plus 28%	—\$6,025	\$10,475	—\$20,875	\$1,333.05 plus 28%	—\$10,475
\$12,581	—\$29,088	\$2,642.83 plus 31%	—\$12,581	\$20,875	—\$35,975	\$4,245.05 plus 31%	—\$20,875
\$29,088	—\$62,838	\$7,760.00 plus 36%	—\$29,088	\$35,975	—\$63,475	\$8,926.05 plus 36%	—\$35,975
\$62,838	. . . . .	\$19,910.00 plus 39.6%	—\$62,838	\$63,475	. . . . .	\$18,826.05 plus 39.6%	—\$63,475

TABLE 6—SEMIANNUAL 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 \$1,288		\$0		Not over \$3,175		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$1,288	—\$12,050	15%	—\$1,288	\$3,175	—\$20,950	15%	—\$3,175
\$12,050	—\$25,163	\$1,614.30 plus 28%	—\$12,050	\$20,950	—\$41,750	\$2,666.25 plus 28%	—\$20,950
\$25,163	—\$58,175	\$5,285.94 plus 31%	—\$25,163	\$41,750	—\$71,950	\$8,490.25 plus 31%	—\$41,750
\$58,175	—\$125,675	\$15,519.66 plus 36%	—\$58,175	\$71,950	—\$126,950	\$17,852.25 plus 36%	—\$71,950
\$125,675	. . . . .	\$39,819.66 plus 39.6%	—\$125,675	\$126,950	. . . . .	\$37,652.25 plus 39.6%	—\$126,950

TABLE 7—ANNUAL 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 \$2,575		\$0		Not over \$6,350		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$2,575	—\$24,100	15%	—\$2,575	\$6,350	—\$41,900	15%	—\$6,350
\$24,100	—\$50,325	\$3,228.75 plus 28%	—\$24,100	\$41,900	—\$83,500	\$5,332.50 plus 28%	—\$41,900
\$50,325	—\$116,350	\$10,571.75 plus 31%	—\$50,325	\$83,500	—\$143,900	\$16,980.50 plus 31%	—\$83,500
\$116,350	—\$251,350	\$31,039.50 plus 36%	—\$116,350	\$143,900	—\$253,900	\$35,704.50 plus 36%	—\$143,900
\$251,350	. . . . .	\$79,639.50 plus 39.6%	—\$251,350	\$253,900	. . . . .	\$75,304.50 plus 39.6%	—\$253,900

TABLE 8—DAILY or 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 withhold per day is:		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 withhold per day is:	
Not over \$9.90		\$0		Not over \$24.40		\$0	
Over—	But not over—		of excess over—	Over—	But not over—		of excess over—
\$9.90	—\$92.70	15%	—\$9.90	\$24.40	—\$161.20	15%	—\$24.40
\$92.70	—\$193.60	\$12.42 plus 28%	—\$92.70	\$161.20	—\$321.20	\$20.52 plus 28%	—\$161.20
\$193.60	—\$447.50	\$40.67 plus 31%	—\$193.60	\$321.20	—\$553.50	\$65.32 plus 31%	—\$321.20
\$447.50	—\$966.70	\$119.38 plus 36%	—\$447.50	\$553.50	—\$976.50	\$137.33 plus 36%	—\$553.50
\$966.70	. . . . .	\$306.29 plus 39.6%	—\$966.70	\$976.50	. . . . .	\$289.61 plus 39.6%	—\$976.50

Tables for Percentage Method of Advance EIC Payments
(For Wages Paid in 1994)

Table 1. WEEKLY Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$149 . . .	15.78% of wages	\$0	\$74 . . .	15.78% of wages
\$149	\$211 . . .	\$24	\$74	\$105 . . .	\$12
\$211	. . . . .	\$24 less 9.588% of wages in excess of \$211	\$105	. . . . .	\$12 less 9.588% of wages in excess of \$105

Table 2. BIWEEKLY Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$298 . . .	15.78% of wages	\$0	\$149 . . .	15.78% of wages
\$298	\$423 . . .	\$47	\$149	\$211 . . .	\$24
\$423	. . . . .	\$47 less 9.588% of wages in excess of \$423	\$211	. . . . .	\$24 less 9.588% of wages in excess of \$211

Table 3. SEMIMONTHLY Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$322 . . .	15.78% of wages	\$0	\$161 . . .	15.78% of wages
\$322	\$458 . . .	\$51	\$161	\$229 . . .	\$25
\$458	. . . . .	\$51 less 9.588% of wages in excess of \$458	\$229	. . . . .	\$25 less 9.588% of wages in excess of \$229

Table 4. MONTHLY Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$645 . . .	15.78% of wages	\$0	\$322 . . .	15.78% of wages
\$645	\$916 . . .	\$102	\$322	\$458 . . .	\$51
\$916	. . . . .	\$102 less 9.588% of wages in excess of \$916	\$458	. . . . .	\$51 less 9.588% of wages in excess of \$458

Tables for Percentage Method of Advance EIC Payments (Continued)
(For Wages Paid in 1994)

Table 5. QUARTERLY Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$1,937 . . .	15.78% of wages	\$0	\$968 . . .	15.78% of wages
\$1,937	\$2,750 . . .	\$306	\$968	\$1,375 . . .	\$153
\$2,750	. . . . .	\$306 less 9.588% of wages in excess of \$2,750	\$1,375	. . . . .	\$153 less 9.588% of wages in excess of \$1,375

Table 6. SEMIANNUAL Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$3,875 . . .	15.78% of wages	\$0	\$1,937 . . .	15.78% of wages
\$3,875	\$5,500 . . .	\$611	\$1,937	\$2,750 . . .	\$306
\$5,500	. . . . .	\$611 less 9.588% of wages in excess of \$5,500	\$2,750	. . . . .	\$306 less 9.588% of wages in excess of \$2,750

Table 7. ANNUAL Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
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	\$7,750 . . .	15.78% of wages	\$0	\$3,875 . . .	15.78% of wages
\$7,750	\$11,000 . . .	\$1,223	\$3,875	\$5,500 . . .	\$611
\$11,000	. . . . .	\$1,223 less 9.588% of wages in excess of \$11,000	\$5,500	. . . . .	\$611 less 9.588% of wages in excess of \$5,500

Table 8. DAILY or MISCELLANEOUS Payroll Period

(a) SINGLE or MARRIED Without Spouse Filing Certificate			(b) MARRIED With Both Spouses Filing Certificate		
If the wages divided by the number of days in such period (before deducting withholding allowances) are:		The amount of payment to be made is the following amount multiplied by the number of days in such period:	If the wages divided by the number of days in such period (before deducting withholding allowances) are:		The amount of payment to be made is the following amount multiplied by the number of days in such period:
Over—	But not over—		Over—	But not over—	
\$0	\$29	15.78% of wages	\$0	\$14	15.78% of wages
\$29	\$42	\$5	\$14	\$21	\$2
\$42	. . . . .	\$5 less 9.588% of wages in excess of \$42	\$21	. . . . .	\$2 less 9.588% of wages in excess of \$21