

Federal Payroll Tax Changes Per IRS Notice 1036 Jan 2013

IRS Info: <http://www.irs.gov/pub/irs-pdf/n1036.pdf>

From Payroll Menu

Edit Federal Tax

Table 01 = Federal Single

Table 02 = Federal Married

You will have 3 tabs on each table, you will only make changes to the 1st 2 Tabs

- Main Tab

Change Employee Social Security % to 6.2 *** (You need to run your 4th QTR 941 for 2012 before you change the rate from 4.2% to 6.2%, if you need to run a 2013 payroll prior to printing 4th QTR reports, change rate to 6.2% run payroll and change back to 4.2% to run 4th QTR reports for 2012, then change back to 6.2% for new year.)***

Social Security Limit set to \$113,700.00

FUTA % set to 0.800

Allowances/Credits/Exemptions Section: Box1=3900.00 Box2=2200.00

****Please call if you have any Employee making over \$200,000.00****

- Tax Brackets Tab

Single Tax Bracket

Earnings	%	Base
0.01	0	0.00
2200.00	10	0.00
11125.00	15	892.50
38450.00	25	4991.25
90050.00	28	17891.25
185450.00	33	44603.25
400550.00	35	115586.25
402200.00	39.6	116163.75

Married Tax Bracket

Earnings	%	Base
0.01	0	0.00
8300.00	10	0.00
26150.00	15	1785.00
80800.00	25	9982.50
154700.00	28	28457.50
231350.00	33	49919.50
406650.00	35	107768.50
458300.00	39.6	125846.00