



2010 Federal Tax Changes

There are changes in the payroll tax rates and wage limits for the Federal tax tables. These changes are effective **January 1st, 2010**, but may be implemented anytime before that date. (You may access this information online at the Compusource web site at the following address: www.compusource.com.)

Use the "**State/Federal Tax Tables**" option in your Payroll system to make the table changes. (Note: on some systems, the option is called "Tax Parameter File Maintenance".)

Overview

New Federal Withholding Tables

Sample screens with the new withholding rates follow this notice. These changes should be made to the "US" (Federal) record of the Tax Parameter File. You must access the Single, Married, and Head of Household) screens individually. ***(Note that for the Federal tables, the values for Single and Head of Household are the same.)***

2010 Federal Tax Changes Taxdata Screen

PR920	Compusource Corporation TAX DATA FILE MAINTENANCE	12/17/10
LOCALITY #: US NAME: FEDERAL-2010 ID #: Your TaxID HERE		
ANNUAL EXEMPTIONS-SELF:	3650.00	W/H TAX PAYABLE ACCT#.....:
DEPENDENTS.....:	3650.00	EIC ADVANCES RECEIVABLE ACCT#:
BONUS PAY W/H RATE.....:	0.2500	W-2 FORM DESCRIPTION.....: W-2
W/H METHOD.....:	T	941 FORM DESCRIPTION.....:
RATE.....:	0.0000	QTRLY USER-DEFINED FORM #'S..:
FICA/DISABILITY		FUI/UNEMPLOYMENT
106800.00TAX WAGE LIMIT.....	7000.00
0.07650EMPLOYEE TAX RATE.....	0.00000
0.07650EMPLOYER TAX RATE.....	0.00800
	...EMPLOYEE TAX PAY ACCT#...	
	...EMPLOYER TAX PAY ACCT#...	
	...EMPLOYER TAX EXP ACCT#...	
F-FIND, N-NEXT, A-ADD, C-CHG, P-PRT, T-DATA, S-SNGL, M-MRD, H-HOH, E-END		

Reference:

"Notice 1036", Department of the Treasury, Internal Revenue Service, (Rev November 2009).

Note: There are no changes to the 'Taxdata' screen.

2010 Federal Tax Changes Custom Screen

PR920	Compusource Corporation				12/17/10
TAX DATA FILE MAINTENANCE					
LOCALITY #: US			NAME: FEDERAL-2010		
CUSTOM FIELD #	DESCRIPTION	NUMBER	CUSTOM FIELD #	DESCRIPTION	NUMBER
1	MEDICARE %	1450	11		0
2	MEDI LIMIT	9999999	12		0
3		0	13		0
4		0	14		0
5		0	15		0
6		0	16		0
7		0	17		0
8		0	18		0
9		0	19		0
10		0	20		0
OVERRIDE CUSTOM ROUTINE CODE:					
F-FIND, N-NEXT, A-ADD, C-CHG, P-PRT, T-DATA, S-SNGL, M-MRD, H-HOH, E-END					

Reference:
"Notice 1036", (Rev November 2009).

Note: There are no changes to the 'Custom' screen.

2010 Federal Tax Changes Single Screen

PR920		Compusource Corporation TAX DATA FILE MAINTENANCE		12/17/10	
LOCALITY #:		NAME:			
		US	FEDERAL-2010		
LOWER					
WAGE LIMIT		BASE	W/H RATE		
	6050.00	0.00	0.1000		
S	10425.00	437.50	0.1500		S
I	36050.00	4281.25	0.2500		I
N	67700.00	12193.75	0.2700		N
G	84450.00	16716.25	0.3000		G
L	87700.00	17691.25	0.2800		L
E	173900.00	41827.25	0.3300		E
	375700.00	108421.25	0.3500		
	9999999.99	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		

F-FIND, N-NEXT, A-ADD, C-CHG, P-PRT, T-DATA, S-SNGL, M-MRD, H-HOH, E-END

Reference:
"Notice 1036" (Rev November 2009).

N.B.: The above applies to both the Single and Head of Household tables of the federal (US) tax data record.

2010 Federal Tax Changes Head of Household Screen

PR920		Compusource Corporation TAX DATA FILE MAINTENANCE		12/17/10	
LOCALITY #:		US		NAME: FEDERAL-2010	
	LOWER WAGE LIMIT	BASE	W/H RATE		
	6050.00	0.00	0.1000		
H	10425.00	437.50	0.1500	H	
E	36050.00	4281.25	0.2500	E	
A	67700.00	12193.75	0.2700	A	
D	84450.00	16716.25	0.3000	D	
	87700.00	17691.25	0.2800		
O	173900.00	41827.25	0.3300	O	
F	375700.00	108421.25	0.3500	F	
	9999999.99	0.00	0.0000		
H	0.00	0.00	0.0000	H	
O	0.00	0.00	0.0000	O	
U	0.00	0.00	0.0000	U	
S	0.00	0.00	0.0000	S	
E	0.00	0.00	0.0000	E	
	0.00	0.00	0.0000		

F-FIND, N-NEXT, A-ADD, C-CHG, P-PRT, T-DATA, S-SNGL, M-MRD, H-HOH, E-END

Reference:

"Notice 1036", (Rev November 2009).

N.B.: The above applies to both the Single and Head of Household tables of the federal (US) tax data record.

2010 Federal Tax Changes Married Screen

PR920		Compusource Corporation TAX DATA FILE MAINTENANCE		12/17/10	
LOCALITY #:		US		NAME: FEDERAL-2010	
	LOWER WAGE LIMIT	BASE	W/H RATE		
	13750.00	0.00	0.1000		
M	24500.00	1075.00	0.1500	M	
A	75750.00	8762.50	0.2500	A	
R	94050.00	13337.50	0.2700	R	
R	124050.00	21437.50	0.2500	R	
I	145050.00	26687.50	0.2800	I	
E	217000.00	46833.50	0.3300	E	
D	381400.00	101085.50	0.3500	D	
	9999999.99	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		
	0.00	0.00	0.0000		

F-FIND, N-NEXT, A-ADD, C-CHG, P-PRT, T-DATA, S-SNGL, M-MRD, H-HOH, E-END

Reference:

"Notice 1036", (Rev November 2009).

2010 Federal Tax Changes

EIC Table

If you are just setting up Federal EIC for the first time then you need to go into the State/Federal Tax Tables and change the 'US' table to have the appropriate GL account for the system to post the EIC amount to.

Then run the Earned Income Credit Table option from the Payroll File Maintenance menu to set up the EIC tables. (CONTRAC2 does not have this program on a payroll menu--you'll have to do the "O" option, and run PR930 from there.)

-----EMPLOYEE ONLY FILING-----			--EMPLOYEE AND SPOUSE FILING--		
WAGE LIMIT	BASE	RATE	WAGE LIMIT	BASE	RATE
0.00	0.00	0.2040	0.00	0.00	0.2040
8970.00	1830.00	0.0000	4485.00	915.00	0.0000
16450.00	1830.00	-0.0959	10730.00	915.00	-0.0959
999999.00	0.00	0.0000	999999.00	0.00	0.0000
0.00	0.00	0.0000	0.00	0.00	0.0000
0.00	0.00	0.0000	0.00	0.00	0.0000

ENTER: C-CHANGE, P-PRINT, E-END

In the Employee Master file you enter an "S" if the employee uses the EIC Single Table or a "B" if the employee uses the Both Employee and Spouse Table.

Reference:

"Notice 1036", Department of the Treasury, Internal Revenue Service, Rev November 2009.