

## Changes to the Payroll Tables to Calculate 2010 Deductions

The following are the changes for the 2010 Federal Tax Tables **effective January 2010**. These are the annual tables. IPM-Software Payroll uses the annual tables to calculate the deductions for all pay schedules.

(This is from Publication 15, Circular E, from this website address <http://www.irs.gov/pub/irs-pdf/p15.pdf>)

From the Payroll Menu, select Tax Table Maint. > Federal Tax Table

The following are the settings that should be on the different tables. Note the items in **Bold** are items that have changed in January 2010. If the Standard Exemption, Unemployment Base, or Rate must be changed, you should make that change, press F10 to Save, and then reopen the table to edit the other settings.

### *Head Of Household*

Standard Exemption 3650  
Unemployment Base 7,000 Rate 6.2

Over	Not Over	Dollar Tax	% of Excess
0	<b>6,050</b>	0.00	0.00
<b>6,050</b>	<b>10,425</b>	0.00	10.00
<b>10,425</b>	<b>36,050</b>	<b>437.50</b>	15.00
<b>36,050</b>	<b>67,700</b>	<b>4,281.25</b>	25.00
<b>67,700</b>	<b>84,450</b>	<b>12,193.75</b>	<b>27.00</b>
<b>84,450</b>	<b>87,700</b>	<b>16,716.25</b>	<b>30.00</b>
<b>87,700</b>	<b>173,900</b>	<b>17,691.25</b>	<b>28.00</b>
<b>173,900</b>	<b>375,700</b>	<b>41,827.25</b>	<b>33.00</b>
<b>375,700</b>	---	<b>108,421.25</b>	<b>35.00</b>

### *Married Persons*

Over	Not Over	Dollar Tax	% of Excess
0	<b>13,750</b>	0.00	0.00
<b>13,750</b>	<b>24,500</b>	<b>0.00</b>	10.00
<b>24,500</b>	<b>75,750</b>	<b>1,075.00</b>	15.00
<b>75,750</b>	<b>94,050</b>	<b>8,762.50</b>	<b>25.00</b>
<b>94,050</b>	<b>124,050</b>	<b>13,337.50</b>	<b>27.00</b>
<b>124,050</b>	<b>145,050</b>	<b>21,437.50</b>	<b>25.00</b>
<b>145,050</b>	<b>217,000</b>	<b>26,687.50</b>	<b>28.00</b>
<b>217,000</b>	<b>381,400</b>	<b>46,833.50</b>	<b>33.00</b>
<b>381,400</b>	---	<b>101,085.50</b>	<b>35.00</b>

### *Single Person*

Use same table settings as "Head of Household".

The only other usual Payroll change is in Utilities > System Maintenance > GL Interface > Employee Payroll. There is no change to the 2010 FICA Maximum from the 2009 amount of 106,800.

The percentages for FICA and Medicare have not changed.

### **State and Local Taxes**

For those states that have state and local tax, adjust the tax tables by the "annual" amounts. The program automatically breaks the annual amount down to whatever frequency is used. We provide tables to enter State and Local tax codes. The calculations for some states have been "hard coded" into IPM-Software Payroll. In those cases, we will need to provide those changes to our programmer.