

EXAMPLES OF TAX WITHHOLDING METHODOLOGY

In this example, the employees' contract pay amount is \$6200.01 (biweekly of \$688.89), the contract periods are 9, the marital status is single, and the employee has filed one withholding allowance.

1. Federal Taxes - the annual Federal amount per allowance is \$2,900.

Contract Amount	\$6,200.01
Minus # of Withholding Allowances X \$2,900	<u>- 2,900.00</u>
	\$3,300.01
Excess Over	<u>- 2,650.00</u>
	650.01
Income Tax Percentage	<u>X .15</u>
	\$ 97.50
Divided by Contract Periods: 9	<u>÷ 9</u>
Amount of Federal Tax Withheld	\$ 10.83

2. New York State Taxes - the amount for New York State annual deduction allowance is \$6,975 for single and \$1,000 per exemption.

Contract Amount	\$6,200.01
Minus Annual Deduction Allowance: Single	- 6,975.00
Minus # of Exemptions X \$1,000	<u>- 1,000.00</u>
	\$-1,774.99

No Taxes are Withheld for New York State

3. New York City Resident Taxes - the amount for NYC resident annual deduction allowance is \$5,000 for single and \$1,000 per exemption.

Contract Amount	\$6,200.01
Minus Annual Deduction Allowance: Single	- 5,000.00
Minus # of Exemptions X \$1,000	<u>- 1,000.00</u>
	\$ 200.01
NYC Annual Tax Rate Schedule: Single	<u>X .0195</u>
	\$ 3.90
Divided by Contract Periods: 9	<u>÷ 9</u>
Amount of NYC Tax Withheld	\$.43

4. Yonkers Resident Taxes - the amount for Yonkers resident annual deduction allowance is \$6,975 for single and \$1,000 per exemption.

Contract Amount	\$ 6,200.01
Minus Annual Deduction Allowance: Single	- 6,975.00
Minus # of Exemptions X \$1,000	<u>- 1,000.00</u>
	\$-1,774.99

No Taxes are Withheld for Yonkers

EXAMPLES OF TAX WITHHOLDING METHODOLOGY (CON”T)

5. Yonkers Non-resident Taxes - the Yonkers annualized pay exclusion amount is \$3000.

Contract Amount	\$6,200.01
Minus Annualized Pay Exclusion	<u>- 3,000.00</u>
	\$3,200.01
Yonkers Non-resident Tax Rate: .25%	<u>X .0025</u>
	\$ 8.00
Divided by Contract Periods: 9	<u>÷ 9</u>
Amount of Non-Resident Tax Withheld	\$.89