Important Notice

Revised City of Yonkers
Withholding Tables and Methods

Effective January 1, 2000, the rate of the city of Yonkers personal income tax surcharge on residents and the rate of the city of Yonkers nonresident earnings tax have been reduced. Accordingly, the city of Yonkers resident and nonresident withholding tax tables and methods were revised to reflect these tax rate changes.

Due to the late enactment of the city legislation reducing the tax rates, the Tax Department was unable to have the complete city tables and methods printed in time to be mailed to all employers prior to the January 1, 2000, effective date. However, the Tax Department has printed and mailed with this notice the new wage-bracket (look-up) tables and exact calculation and annualized methods for the city of Yonkers nonresident earnings taxes, and the new exact calculation method tables and annual rate schedule for the city of Yonkers resident income tax surcharge. Employers may continue to use the City of Yonkers *Special Table for Deduction and Exemption Allowances* found on page T-60 of Publication NYS-50, *Employer's Guide to Unemployment Insurance, Wage Reporting and Withholding Tax*, effective January 1, 1999, when using the new exact calculation method tables and annual rate schedule for computing the city of Yonkers resident income tax surcharge to be withheld.

Until new tables can be issued, employers who compute the amount of withholding for the city of Yonkers personal income tax surcharge on residents using the wage bracket (look-up) tables may withhold one-half the amount shown in the city of Yonkers resident income tax surcharge tables that were effective January 1, 1999, and round any amounts resulting in a half-cent up to the nearest nickel. (Alternatively, employers may access the Tax Department's web site at *http://www.tax.state.ny.us* to download the revised city of Yonkers resident income tax surcharge tables effective January 1, 2000.)

> Example: Employee A is paid a biweekly wage of $1,270 and claims single filing status with one exemption for city of Yonkers withholding tax purposes. On page T-52 of Publication NYS-50, effective January 1, 1999, the amount to be withheld is $5.05. Effective January 1, 2000, the amount to be withheld from Employee A's biweekly wage of $1,270 is computed by taking one-half of $5.05 ($2.525) and rounding to the nearest nickel, $2.55.

The rate of withholding for payments of supplemental wages has also been reduced for city of Yonkers residents. The supplemental rate for wages paid on and after January 1, 2000, is 0.3675 % (.003675).

The Tax Department plans to revise, print, and mail a new Publication NYS-50, *Employer's Guide to Unemployment Insurance, Wage Reporting and Withholding Tax*, to all registered employers in the early part of 2000.

City of Yonkers - Nonresident Earnings Tax

Method VI   **Wage Bracket Tables**

Select the appropriate table for the payroll period covered.

WEEKLY			BIWEEKLY			SEMIMONTHLY			MONTHLY			DAILY		
Gross Pay		Tax	Gross Pay		Tax	Gross Pay		Tax	Gross Pay		Tax	Gross Pay		Tax
At	But Less	to be	At	But Less	to be	At	But Less	to be	At	But Less	to be	At	But Less	to be
Least	Than	Withheld	Least	Than	Withheld	Least	Than	Withheld	Least	Than	Withheld	Least	Than	Withheld
$0	$77	$0.00	$0	$154	$0.00	$0	$167	$0.00	$0	$334	$0.00	$0	$16	$0.00
77	108	0.10	154	216	0.20	167	225	0.20	334	450	0.40	16	39	0.05
108	128	0.15	216	256	0.30	225	266	0.30	450	531	0.60	39	58	0.10
128	148	0.20	256	296	0.40	266	305	0.40	531	610	0.80	58	77	0.15
148	168	0.25	296	336	0.50	305	345	0.50	610	690	1.00	77	94	0.20
168	188	0.30	336	376	0.60	345	385	0.60	690	770	1.20	94	116	0.25
188	193	0.35	376	385	0.70	385	425	0.70	770	834	1.40	For wages of $116 or more,		
193	209	0.40	385	456	0.80	425	417	0.80	834	847	1.60	multiply amount by 0.25%.		
209	229	0.45	456	496	0.90	417	464	0.90	847	927	1.80			
229	249	0.50	496	536	1.00	464	504	1.00	927	1,007	2.00			
249	269	0.55	536	576	1.10	504	544	1.10	1,007	1,087	2.20			
269	289	0.60	576	616	1.20	544	584	1.20	1,087	1,167	2.40			
289	329	0.65	616	637	1.30	584	624	1.30	1,167	1,247	2.60			
329	369	0.80	637	697	1.50	624	664	1.40	1,247	1,327	2.80			
369	404	0.85	697	737	1.60	664	724	1.50	1,327	1,502	3.00			
404	390	0.90	737	770	1.70	724	784	1.70	1,502	1,567	3.40			
390	410	0.95	770	779	1.80	784	824	1.80	1,567	1,647	3.60			
410	430	1.00	779	819	1.90	824	834	1.90	1,647	1,667	3.80			
430	450	1.05	819	859	2.00	834	862	2.00	1,667	1,724	4.00			
450	470	1.10	859	899	2.10	862	902	2.10	1,724	1,804	4.20			
470	490	1.15	899	939	2.20	902	942	2.20	1,804	1,884	4.40			
490	510	1.20	939	979	2.30	942	982	2.30	1,884	1,964	4.60			
510	530	1.25	979	1,019	2.40	982	1,022	2.40	1,964	2,044	4.80			
530	550	1.30	1,019	1,059	2.50	1,022	1,062	2.50	2,044	2,124	5.00			
550	570	1.35	1,059	1,099	2.60	1,062	1,102	2.60	2,124	2,204	5.20			
570	577	1.40	1,099	1,139	2.70	1,102	1,142	2.70	2,204	2,284	5.40			
For wages of $577 or more,			1,139	1,154	2.80	1,142	1,182	2.80	2,284	2,364	5.60			
multiply amount by 0.25%.			For wages of $1,154 or more,			1,182	1,222	2.90	2,364	2,444	5.80			
			multiply amount by 0.25%.			1,222	1,251	3.00	2,444	2,501	6.00			
						For wages of $1,251 or more,			For wages of $2,501 or more,					
						multiply amount by 0.25%.			multiply amount by 0.25%.					

City of Yonkers - Nonresident Earnings Tax

Method VII -- Exact Calculation Method

This method is for employees residing outside Yonkers who earn wages in Yonkers paid by an employer maintaining an office or transacting business within New York State.

This method applies the tax rate of 0.25% (.0025) to the wages remaining after the allowed exclusion is subtracted. It includes a provision for no withholding if wages are less than an indicated amount of wages.

Table II - A   Weekly Payroll

Line number	If wages are: At least Column 1	But less than Column 2	The exemption amount is Column 3
1	$0	$77	No tax withheld
2	77	192	$58
3	192	385	38
4	385	577	19
5	577	....	0

Table II - B   Biweekly Payroll

Line number	If wages are: At least Column 1	But less than Column 2	The exemption amount is Column 3
1	$0	$154	No tax withheld
2	154	385	$115
3	385	769	77
4	769	1,154	38
5	1,154	....	0

Table II - C   Semimonthly Payroll

Line number	If wages are: At least Column 1	But less than Column 2	The exemption amount is Column 3
1	$0	$167	No tax withheld
2	167	417	$125
3	417	833	83
4	833	1,250	42
5	1,250	....	0

Table II - D   Monthly Payroll

Line number	If wages are: At least Column 1	But less than Column 2	The exemption amount is Column 3
1	$0	$333	No tax withheld
2	333	833	$250
3	833	1,667	167
4	1,667	2,500	83
5	2,500	....	0

Table II - E   Daily Payroll

Line number	If wages are: At least Column 1	But less than Column 2	The exemption amount is Column 3
1	$0	$15	No tax withheld
2	15	38	$12
3	38	77	8
4	77	115	4
5	115	....	0

Steps for computing the amount of nonresident earnings tax to be withheld:

Step 1   Find the proper table in the Table II series above, according to the payroll period. Find the line on which the amount of gross wages is equal to at least Column 1 and less than Column 2.
If the wages are found on line 1, there is no withholding (no further steps are needed).

Step 2   Subtract the Column 3 exemption amount on the line found in Step 1 from the gross wages.

Step 3   Multiply the result of Step 2 by 0.25% (.0025). The product is the amount of tax to withhold each pay period.

Method VIII -- Annualized Tax Method

This method is for employees residing outside Yonkers who earn wages in Yonkers paid by an employer maintaining an office or transacting business within New York State.

This method annualizes the pay for a given payroll period, computes the tax liability for the year, and divides the annual tax by the number of payroll periods for the tax to be withheld. This is the recommended method when the pay is steady, with little or no fluctuation, because a single computation for an employer may suffice for the year.

Table P - Annual Factors

Daily	Weekly	Biweekly	Semimonthly	Monthly
260	52	26	24	12

Annual Tax Rate Schedule

The nonresident earnings tax rate is .25%.

Withholding is not required for annualized pay that is less than $4,000.

Line number	If annualized pay is: Over Column 1	But not over Column 2	The annualized exclusion is Column 3
1	$0	$3,999.99	No tax withheld
2	3,999.99	10,000	$3,000
3	10,000	20,000	2,000
4	20,000	30,000	1,000
5	30,000	....	0

Steps for computing the amount of nonresident earnings tax to be withheld:

Step 1   Multiply gross wages for the payroll period by the number of payroll periods in the year, as found in Table P above. This is the amount of annualized pay.

Step 2   Find the line in the Annual Tax Rate Schedule (at left) on which the annualized pay is more than the amount in Column 1 but not more than the amount in Column 2.
If the annualized pay is found on line 1 (i.e., it is over $0 but not over $3,999.99), there is no withholding required (and no further steps are needed).

Step 3   Subtract the exemption amount found in Column 3 on the line found in Step 2 from the annualized pay found in step 1.

Step 4   Multiply the result from Step 3 by the tax rate, which is .25% (.0025).

Step 5   Divide the result from Step 4 by the number of payroll periods, which is the same number found in Table P and used in Step 1.

Table II - A   Weekly Payroll

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from net wages Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). Withhold the product. Column 5
1	$0	$154	$0	0.0400	$0
2	154	212	154	0.0450	6.15
3	212	250	212	0.0525	8.75
4	250	385	250	0.0590	10.77
5	385	1,731	385	0.0685	18.71
6	1,731	1,923	1,731	0.0764	110.92
7	1,923	2,885	1,923	0.0814	125.62
8	2,885	....	2,885	0.0735	203.92

Table II - D   Monthly Payroll

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from net wages Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). Withhold the product. Column 5
1	$0	$667	$0	0.0400	$0
2	667	917	667	0.0450	26.67
3	917	1,083	917	0.0525	37.92
4	1,083	1,667	1,083	0.0590	46.67
5	1,667	7,500	1,667	0.0685	81.08
6	7,500	8,333	7,500	0.0764	480.67
7	8,333	12,500	8,333	0.0814	544.33
8	12,500	....	12,500	0.0735	883.67

Table II - B   Biweekly Payroll

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from net wages Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). Withhold the product. Column 5
1	$0	$308	$0	0.0400	$0
2	308	423	308	0.0450	12.31
3	423	500	423	0.0525	17.50
4	500	769	500	0.0590	21.54
5	769	3,462	769	0.0685	37.42
6	3,462	3,846	3,462	0.0764	221.85
7	3,846	5,769	3,846	0.0814	251.23
8	5,769	....	5,769	0.0735	407.85

Table II - E   Daily Payroll

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from net wages Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). Withhold the product. Column 5
1	$0	$31	$0	0.0400	$0
2	31	42	31	0.0450	1.23
3	42	50	42	0.0525	1.75
4	50	77	50	0.0590	2.15
5	77	346	77	0.0685	3.74
6	346	385	346	0.0764	22.18
7	385	577	385	0.0814	25.12
8	577	....	577	0.0735	40.78

Table II - C   Semimonthly Payroll

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from net wages Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). Withhold the product. Column 5
1	$0	$333	$0	0.0400	$0
2	333	458	333	0.0450	13.33
3	458	542	458	0.0525	18.96
4	542	833	542	0.0590	23.33
5	833	3,750	833	0.0685	40.54
6	3,750	4,167	3,750	0.0764	240.33
7	4,167	6,250	4,167	0.0814	272.17
8	6,250	....	6,250	0.0735	441.83

Annual Tax Rate Schedule

If the amount of net wages (after subtracting deductions and exemptions) is:

Line	At Least Column 1	But less than Column 2	Subtract Column 3 amount from taxable portion of annualized pay Column 3	Multiply the result by Column 4 amount Column 4	Add the result to Column 5 amount. Multiply by 5% (.05). The product is the annualized tax. Column 5
1	$0	$8,000	$0	0.0400	$0
2	8,000	11,000	8,000	0.0450	320.00
3	11,000	13,000	11,000	0.0525	455.00
4	13,000	20,000	13,000	0.0590	560.00
5	20,000	90,000	20,000	0.0685	973.00
6	90,000	100,000	90,000	0.0764	5,768.00
7	100,000	150,000	100,000	0.0814	6,532.00
8	150,000	....	150,000	0.0735	10,604.00

Steps for computing the amount of tax to be withheld:

Step 1   If the number of exemptions claimed is ten or fewer, look up the total exemption and deduction amount in Table A on page T-60, according to the payroll period and marital status claimed. (If there are more than 10 exemptions, multiply the number by the exemption amount in Table C on page T-60 and add it to the deduction amount from Table B.) Subtract the total exemption and deduction amount from the wages to get net wages.

Step 2   Locate the table on this page for the appropriate payroll period. Find the line on which the net wages fall between the amounts in Columns 1 and 2.

Step 3   Following across on the line you found in Step 2, subtract the amount in Column 3 from the net wages.

Step 4   Following across the same line, multiply the result from Step 3 by the amount in Column 4.

Step 5   Following across on the same line, add the result from Step 4 to the amount in Column 5. Multiply this amount by 5% (.05). The result is the amount to withhold from wages.

Example 1 (Single):
Weekly payroll, $400 gross wages, single, 3 exemptions claimed
1. Amount from Table A on page T-60 is $191.90 for single, weekly payroll, 3 exemptions. $400 wages - $191.90 = $208.10 net wages.
2. Use Table II - A above for weekly payroll. Look up $208.10 and use line 2 on which $208.10 is greater than Column 1 ($154) but less than Column 2 ($212).
3. $208.10 - $154 (from Column 3, line 2) = $54.10.
4. $54.10 x .0450 (from Column 4, line 2) = $2.43.
5. $2.43 + $6.15 (from Column 5, line 2) = $8.58.
   $8.58 x .05 = $0.43. Withhold this amount.

Example 2 (Married):
Semimonthly payroll, $5,000 gross wages, married, 3 exemptions claimed
1. Amount from Table A on page T-60 is $436.40 for married, semimonthly payroll, 3 exemptions. $5,000 wages - $436.40 = $4,563.60 net wages.
2. Use Table II - C above for semimonthly payroll. Look up $4,563.60 and use line 7 on which $4,591.70 is greater than Column 1 ($4,167) but less than Column 2 ($6,250).
3. $4,563.60 - $4,167 (from Column 3, line 7) = $396.60.
4. $396.60 x .0814 (from Column 4, line 7) = $32.28.
5. $32.28 + $272.17 (from Column 5, line 7) = $304.45.
   $304.45 x .05 = $15.22. Withhold this amount.