

Percentage method of withholding for 3.05 PERCENT LOCAL INCOME TAX

Payroll period	Amount of one exemption	Standard Deduction*
Weekly	\$ 61.54	\$ 65.38
Bi-weekly	\$ 123.08	\$ 130.76
Semi-monthly	\$ 133.33	\$ 141.66
Monthly	\$ 266.67	\$ 283.33
Quarterly	\$ 800.00	\$ 850.00
Annually	\$ 3,200.00	\$ 3,400.00
Daily	\$ 8.77	\$ 9.31

* The standard Deduction is **\$3,400**.

FORMULA

Total wages (before any deductions)

LESS Allowance for Standard Deduction

LESS Value of exemptions (number of exemptions times the allowable amount for one exemption as shown for the applicable payroll period)

Equals TAXABLE INCOME

Note: The number of exemptions to be used in this formula is determined from the Form MW507 (Maryland Employee Exemption Certificate) filed by your employee. Form MW507 is available on our Web site at marylandcomptroller.gov.

(a) Married Filing Joint or Head of Household

Withholding - Daily payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$13.70

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 412	7.80%		
\$ 412	\$ 481	32.14 plus 8.05%	\$ 412	
\$ 481	\$ 618	37.67 plus 8.30%	\$ 481	
\$ 618	\$ 824	49.07 plus 8.55%	\$ 618	
\$ 824	\$ 1,648	66.69 plus 8.80%	\$ 824	
\$ 1,648	\$ 3,297	139.19 plus 9.30%	\$ 1,648	
\$ 3,297	\$ --	292.54 plus 9.55%	\$ 3,297	

Withholding - Weekly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$96.00

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 2,885	7.80%		
\$ 2,885	\$ 3,365	225.00 plus 8.05%	\$ 2,885	
\$ 3,365	\$ 4,327	263.70 plus 8.30%	\$ 3,365	
\$ 4,327	\$ 5,769	343.51 plus 8.55%	\$ 4,327	
\$ 5,769	\$ 11,538	466.83 plus 8.80%	\$ 5,769	
\$ 11,538	\$ 23,077	974.48 plus 9.30%	\$ 11,538	
\$ 23,077	\$ --	2,047.61 plus 9.55%	\$ 23,077	

Withholding - Bi-Weekly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$192.00

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 5,769	7.80%		
\$ 5,769	\$ 6,731	450.00 plus 8.05%	\$ 5,769	
\$ 6,731	\$ 8,654	527.40 plus 8.30%	\$ 6,731	
\$ 8,654	\$ 11,538	687.02 plus 8.55%	\$ 8,654	
\$ 11,538	\$ 23,077	933.65 plus 8.80%	\$ 11,538	
\$ 23,077	\$ 46,154	1,949.05 plus 9.30%	\$ 23,077	
\$ 46,154	\$ --	4,095.21 plus 9.55%	\$ 46,154	

(b) Single including Married Filing Separately or Dependent

Withholding - Daily payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$13.70

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 275	7.80%		
\$ 275	\$ 343	21.43 plus 8.05%	\$ 275	
\$ 343	\$ 412	26.96 plus 8.30%	\$ 343	
\$ 412	\$ 687	32.66 plus 8.55%	\$ 412	
\$ 687	\$ 1,374	56.15 plus 8.80%	\$ 687	
\$ 1,374	\$ 2,747	116.62 plus 9.30%	\$ 1,374	
\$ 2,747	\$ --	244.31 plus 9.55%	\$ 2,747	

Withholding - Weekly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$96.00

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 1,923	7.80%		
\$ 1,923	\$ 2,404	150.00 plus 8.05%	\$ 1,923	
\$ 2,404	\$ 2,885	188.70 plus 8.30%	\$ 2,404	
\$ 2,885	\$ 4,808	228.61 plus 8.55%	\$ 2,885	
\$ 4,808	\$ 9,615	393.03 plus 8.80%	\$ 4,808	
\$ 9,615	\$ 19,231	816.07 plus 9.30%	\$ 9,615	
\$ 19,231	\$ --	1,710.36 plus 9.55%	\$ 19,231	

Withholding - Bi-Weekly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$192.00

IF THE taxable income is		The amount to be		
Over	But not over	withheld shall be	of excess over	
\$ 0	\$ 3,846	7.80%		
\$ 3,846	\$ 4,808	300.00 plus 8.05%	\$ 3,846	
\$ 4,808	\$ 5,769	377.40 plus 8.30%	\$ 4,808	
\$ 5,769	\$ 9,615	457.21 plus 8.55%	\$ 5,769	
\$ 9,615	\$ 19,231	786.06 plus 8.80%	\$ 9,615	
\$ 19,231	\$ 38,462	1,632.23 plus 9.30%	\$ 19,231	
\$ 38,462	\$ --	3,420.71 plus 9.55%	\$ 38,462	

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Quarterly	\$ 800.00	\$ 850.00
Annually	\$ 3,200.00	\$ 3,400.00
Daily	\$ 8.77	\$ 9.31

* The standard Deduction is **\$3,400**.

FORMULA

Total wages (before any deductions)

LESS Allowance for Standard Deduction

LESS Value of exemptions (number of exemptions times the allowable amount for one exemption as shown for the applicable payroll period)

Equals TAXABLE INCOME

Note: The number of exemptions to be used in this formula is determined from the Form MW507 (Maryland Employee Exemption Certificate) filed by your employee. Form MW507 is available on our Web site at marylandcomptroller.gov.

(a) Married Filing Joint or Head of Household

Withholding - Semi-Monthly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$208.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 6,250	7.80%	
\$ 6,250	\$ 7,292	487.50 plus 8.05%	\$ 6,250
\$ 7,292	\$ 9,375	571.35 plus 8.30%	\$ 7,292
\$ 9,375	\$ 12,500	744.27 plus 8.55%	\$ 9,375
\$ 12,500	\$ 25,000	1,011.46 plus 8.80%	\$ 12,500
\$ 25,000	\$ 50,000	2,111.46 plus 9.30%	\$ 25,000
\$ 50,000	\$ --	4,436.46 plus 9.55%	\$ 50,000

Withholding - Monthly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$417.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 12,500	7.80%	
\$ 12,500	\$ 14,583	975.00 plus 8.05%	\$ 12,500
\$ 14,583	\$ 18,750	1,142.71 plus 8.30%	\$ 14,583
\$ 18,750	\$ 25,000	1,488.54 plus 8.55%	\$ 18,750
\$ 25,000	\$ 50,000	2,022.92 plus 8.80%	\$ 25,000
\$ 50,000	\$ 100,000	4,222.92 plus 9.30%	\$ 50,000
\$ 100,000	\$ --	8,872.92 plus 9.55%	\$ 100,000

Withholding - Quarterly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$1,250.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 37,500	7.80%	
\$ 37,500	\$ 43,750	2,925.00 plus 8.05%	\$ 37,500
\$ 43,750	\$ 56,250	3,428.13 plus 8.30%	\$ 43,750
\$ 56,250	\$ 75,000	4,465.63 plus 8.55%	\$ 56,250
\$ 75,000	\$ 150,000	6,068.75 plus 8.80%	\$ 75,000
\$ 150,000	\$ 300,000	12,668.75 plus 9.30%	\$ 150,000
\$ 300,000	\$ --	26,618.75 plus 9.55%	\$ 300,000

(b) Single including Married Filing Separately or Dependent

Withholding - Semi-Monthly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$208.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 4,167	7.80%	
\$ 4,167	\$ 5,208	325.00 plus 8.05%	\$ 4,167
\$ 5,208	\$ 6,250	408.85 plus 8.30%	\$ 5,208
\$ 6,250	\$ 10,417	495.31 plus 8.55%	\$ 6,250
\$ 10,417	\$ 20,833	851.56 plus 8.80%	\$ 10,417
\$ 20,833	\$ 41,667	1,768.23 plus 9.30%	\$ 20,833
\$ 41,667	\$ --	3,705.76 plus 9.55%	\$ 41,667

Withholding - Monthly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$417.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 8,333	7.80%	
\$ 8,333	\$ 10,417	650.00 plus 8.05%	\$ 8,333
\$ 10,417	\$ 12,500	817.71 plus 8.30%	\$ 10,417
\$ 12,500	\$ 20,833	990.63 plus 8.55%	\$ 12,500
\$ 20,833	\$ 41,667	1,703.13 plus 8.80%	\$ 20,833
\$ 41,667	\$ 83,333	3,536.49 plus 9.30%	\$ 41,667
\$ 83,333	\$ --	7,411.43 plus 9.55%	\$ 83,333

Withholding - Quarterly payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$1,250.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 25,000	7.80%	
\$ 25,000	\$ 31,250	1,950.00 plus 8.05%	\$ 25,000
\$ 31,250	\$ 37,500	2,453.13 plus 8.30%	\$ 31,250
\$ 37,500	\$ 62,500	2,971.88 plus 8.55%	\$ 37,500
\$ 62,500	\$ 125,000	5,109.38 plus 8.80%	\$ 62,500
\$ 125,000	\$ 250,000	10,609.38 plus 9.30%	\$ 125,000
\$ 250,000	\$ --	22,234.38 plus 9.55%	\$ 250,000

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(a) Married Filing Joint or Head of Household

Withholding - Annual payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$5,000.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 150,000	7.80%	
\$ 150,000	\$ 175,000	11,700.00 plus 8.05%	\$ 150,000
\$ 175,000	\$ 225,000	13,712.50 plus 8.30%	\$ 175,000
\$ 225,000	\$ 300,000	17,862.50 plus 8.55%	\$ 225,000
\$ 300,000	\$ 600,000	24,275.00 plus 8.80%	\$ 300,000
\$ 600,000	\$ 1,200,000	50,675.00 plus 9.30%	\$ 600,000
\$ 1,200,000	\$ --	106,475.00 plus 9.55%	\$ 1,200,000

FORMULA

Total wages (before any deductions)

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LESS Value of exemptions (number of exemptions times the allowable amount for one exemption as shown for the applicable payroll period)

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(b) Single including Married Filing Separately or Dependent

Withholding - Annual payroll period

DO NOT WITHHOLD ON GROSS WAGES LESS THAN \$5,000.00

IF THE taxable income is		The amount to be	
Over	But not over	withheld shall be	of excess over
\$ 0	\$ 100,000	7.80%	
\$ 100,000	\$ 125,000	7,800.00 plus 8.05%	\$ 100,000
\$ 125,000	\$ 150,000	9,812.50 plus 8.30%	\$ 125,000
\$ 150,000	\$ 250,000	11,887.50 plus 8.55%	\$ 150,000
\$ 250,000	\$ 500,000	20,437.50 plus 8.80%	\$ 250,000
\$ 500,000	\$ 1,000,000	42,437.50 plus 9.30%	\$ 500,000
\$ 1,000,000	\$ --	88,937.50 plus 9.55%	\$ 1,000,000

Lump Sum Distribution of Annual Bonus
The amount to be withheld shall be
9.55%