

Payroll withholding calculators for high-income earners

To avoid owing tax or underpayment interest on the 2010 income tax return, the amount calculated is the ESTIMATED additional amount to be withheld from each paycheck for the rest of 2010.

**Estimated additional amount (add the total on bottom line to the current withholding)*

Calculator A—Filing as single or married filing separately

If annual wages are at least \$125,000 but less than \$250,000:

- | | |
|--|------------|
| 1. Enter annual wages: | _____ |
| 2. Enter \$125,000: | \$ 125,000 |
| 3. Subtract line 2 from line 1. Enter amount: | _____ |
| 4. Divide line 3 by 5,000. Round down to next whole number and add one. Enter amount (no more than 5): | _____ |
| 5. Multiply line 4 by \$120. Enter amount (max \$600): | _____ |
| 6. Multiply line 3 by 1.8%. Enter amount: | _____ |
| 7. Add lines 5 and 6. Enter amount: | _____ |
| 8. Enter the number of pay periods you have remaining this year: | _____ |
| 9. Divide line 7 by 8. Enter amount: | _____ * |

Calculator B—All filing status

If annual wages are \$250,000 or more:

- | | |
|--|------------|
| 1. Enter annual wages: | _____ |
| 2. Enter \$125,000: | \$ 125,000 |
| 3. Subtract line 2 from line 1. Enter amount: | _____ |
| 4. Multiply line 3 by 2%. Enter amount: | _____ |
| 5. Enter \$600 (federal tax subtraction phase-out): | \$ 600 |
| 6. Add lines 4 and 5. Enter amount: | _____ |
| 7. Enter the number of pay periods you have remaining this year: | _____ |
| 8. Divide line 6 by line 7. Enter amount: | _____ * |