

**SUPPLEMENT TO WITHHOLDING TABLES BOOKLET
2013 MAINE INCOME TAX WITHHOLDING
PERCENTAGE METHOD**

Changes impacting 2013 withholding: Tax laws enacted during the last two legislative sessions result in lower Maine income tax withholding for most taxpayers beginning in 2013. In particular, three law changes directly impact the calculation of 2013 Maine income tax withholding amounts:

- 1) The number of Maine tax rate brackets are reduced from 4 (2%, 4.5%, 7% & 8.5%) to 3 (0%, 6.5% & 7.95%). Note that the new rate structure includes a 0% bracket and that the top rate is reduced from 8.5% to 7.95%.
- 2) The 2013 Maine standard deduction amounts conform to the 2013 federal standard deduction amounts. Thus, in accordance with current federal law, the 2013 Maine standard deduction amounts are \$6,100 for single taxpayers and \$10,150 for taxpayers filing married joint.
- 3) The 2013 Maine personal exemption amount conforms to the 2013 federal personal exemption amount. As such, the 2013 Maine personal exemption amount is \$3,900.

These changes are reflected in the 2013 withholding tax rate schedules and calculations contained in the pages that follow. If you have any questions about the 2013 schedules and calculations, please call 207 626-8475 (press 1, option 4) or email withholding.tax@maine.gov.

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PERCENTAGE METHOD**

Following are percentage method instructions and rate schedules for weekly, biweekly, semimonthly, monthly, and daily or miscellaneous payroll periods.

Step 1 – Multiply amount from table below by the number of allowances the employee claims:

<u>Payroll Period</u>	<u>Amount Per Withholding Allowance</u>
Weekly	\$ 75.00
Biweekly	\$150.00
Semimonthly	\$162.50
Monthly	\$325.00
Daily or Miscellaneous	\$ 15.00

Step 2 – Subtract the result of Step 1 from the employee's gross wage.

Step 3 – Adjustment for Nonresident Aliens. If the employee is a nonresident alien, increase the wages by the amount indicated below for the applicable payroll period. Do not make this adjustment for employees who are a resident of the United States.

Payroll Period	Add Additional
Weekly	\$117.31
Biweekly	\$234.62
Semimonthly	\$254.17
Monthly	\$508.33
Daily or Miscellaneous	\$ 23.46

Step 4 – Compute the withholding amount using the following tax rate schedule for the appropriate payroll period and marital status.

FOR SINGLE TAXPAYERS

WEEKLY

If the wage is at least:			The tax is:		
\$ 0.00	but less than	\$ 162.50	0.00%		
\$ 162.50	but less than	\$ 464.42	6.50% of excess over	\$ 162.50	
\$ 464.42	or more		\$ 19.63 plus 7.95% of excess over	\$ 464.42	

BIWEEKLY

If the wage is at least:			The tax is:		
\$ 0.00	but less than	\$ 325.00	0.00%		
\$ 325.00	but less than	\$ 928.85	6.50% of excess over	\$ 325.00	
\$ 928.85	or more		\$ 39.25 plus 7.95% of excess over	\$ 928.85	

SEMIMONTHLY

If the wage is at least:			The tax is:		
\$ 0.00	but less than	\$ 352.08	0.00%		
\$ 352.08	but less than	\$ 1,006.25	6.50% of excess over	\$ 352.08	
\$ 1,006.25	or more		\$ 42.52 plus 7.95% of excess over	\$ 1,006.25	

MONTHLY

If the wage is at least:			The tax is:		
\$ 0.00	but less than	\$ 704.17	0.00%		
\$ 704.17	but less than	\$ 2,012.50	6.50% of excess over	\$ 704.17	
\$ 2,012.50	or more		\$ 85.04 plus 7.95% of excess over	\$ 2,012.50	

DAILY OR MISCELLANEOUS

If the wage is at least:			The tax is:		
\$ 0.00	but less than	\$ 32.50	0.00%		
\$ 32.50	but less than	\$ 92.88	6.50% of excess over	\$ 32.50	
\$ 92.88	or more		\$ 3.93 plus 7.95% of excess over	\$ 92.88	

FOR MARRIED TAXPAYERS

WEEKLY

If the wage is
at least:

\$ 0.00 but less than \$ 341.35
\$ 341.35 but less than \$ 945.19
\$ 945.19 or more

The tax is:

0.00%
6.50% of excess over \$ 341.35
\$ 39.25 plus 7.95% of excess over \$ 945.19

BIWEEKLY

If the wage is
at least:

\$ 0.00 but less than \$ 682.69
\$ 682.69 but less than \$ 1,890.38
\$ 1,890.38 or more

The tax is:

0.00%
6.50% of excess over \$ 682.69
\$ 78.50 plus 7.95% of excess over \$ 1,890.38

SEMIMONTHLY

If the wage is
at least:

\$ 0.00 but less than \$ 739.58
\$ 739.58 but less than \$ 2,047.92
\$ 2,047.92 or more

The tax is:

0.00%
6.50% of excess over \$ 739.58
\$ 85.04 plus 7.95% of excess over \$ 2,047.92

MONTHLY

If the wage is
at least:

\$ 0.00 but less than \$ 1,479.17
\$ 1,479.17 but less than \$ 4,095.83
\$ 4,095.83 or more

The tax is:

0.00%
6.50% of excess over \$ 1,479.17
\$170.08 plus 7.95% of excess over \$ 4,095.83

DAILY OR MISCELLANEOUS

If the wage is
at least:

\$ 0.00 but less than \$ 68.27
\$ 68.27 but less than \$ 189.04
\$ 189.04 or more

The tax is:

0.00%
6.50% of excess over \$ 68.27
\$ 7.85 plus 7.95% of excess over \$ 189.04