

FREEDOM SYSTEMS CORP

PAYROLL PROGRAM – INCREASING FICA MAX FOR 2012

The government has increased the maximum earnings subject to FICA withholdings to \$110,100 for 2012, so you will need to update your tax tables to reflect the increase.

From the Freedom Payroll Program *Main Menu*, locate the *Site* menu column and select *Tax Tables*. Use the arrow keys at the top of the window to scroll through the tax tables until you reach Code: *FI*, Basis: *Employer*. Click into the *Max Tax* field and change the amount to **\$6,826.20**. (See example below)

Use the arrows to continue through the tables until you reach Code: *FI*, Basis: *Person*. Click into the *Max Tax* field and change the amount to **\$4,624.20**. (See example below)

You do not need to change the *FI / Married* or *FI / Single* tables as they are no longer used by the program.

Tax Tables Save New Find Print OK Exit << < > >>

State Code or Tax Code Basis: (US=Fed FI=Fica FM=Med EI=eic LT=Local SU=SUTA)

Min Tax: Base Exemption:
 Max Tax: Exemption Amt:

Step	FromAmt	ToAmt	Flat Tax	+Percent	OverAmt
▶ 1	\$0.00	\$9,999,999.00	\$0.00	6.2	\$0.00
*					

Tax Tables Save New Find Print OK Exit << < > >>

State Code or Tax Code Basis: (US=Fed FI=Fica FM=Med EI=eic LT=Local SU=SUTA)

Min Tax: Base Exemption:
 Max Tax: Exemption Amt:

Step	FromAmt	ToAmt	Flat Tax	+Percent	OverAmt
▶ 1	\$0.00	\$9,999,999.00	\$0.00	4.2	\$0.00
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