Employer Withholding Taxes: Optional Computer Formula (Effective August 1, 2026)

This page contains one table. This page contains shorthand: PP = the number of pay periods per year, TW = taxable wage, WD = withholding deduction. To determine the employee's taxable wage, use the following formula: TW = (pay per period × PP) — ($650 × number of exemptions)

Taxable Wage	Withholding Deduction
$26,050 or less	WD = $\frac{\mathbf{TW \times 0.01600}}{\boldsymbol{PP}}$
More than $26,050 but not more than $100,000	WD = $\frac{\mathbf{(TW-26{,}050) \times 0.02990+416.80}}{\boldsymbol{PP}}$
More than $100,000	WD = $\frac{\mathbf{(TW-100{,}000) \times 0.03400+2627.91}}{\mathbf{PP}}$