

YEAR 2023 TAX RATES

and Other Employee Deductions

FEDERAL ANNUAL TAX RATES

2023 Percentage Method Tables

STANDARD Withholding Rate Schedules				
(Use these if the Form W-4 is from 2019 or earlier, or if the Form W-4 is from 2020 or later and the box in Step 2 of Form W-4 is NOT checked. Also use these for Form W-4P from any year.)				
If the Adjusted Annual Wage Amount on Worksheet 1A or the Adjusted Annual Payment Amount on Worksheet 1B is				
At least...	But less than...	The tentative amount to withhold is...		of the amount that exceeds
A	B	C	D	E
Married Filing Jointly				
\$0	\$14,800	\$0.00	plus 0%	\$0
\$14,800	\$36,800	\$0.00	plus 10%	\$14,800
\$36,800	\$104,250	\$2,200.00	plus 12%	\$36,800
\$104,250	\$205,550	\$10,294.00	plus 22%	\$104,250
\$205,550	\$379,000	\$32,580.00	plus 24%	\$205,550
\$379,000	\$477,300	\$74,208.00	plus 32%	\$379,000
\$477,300	\$708,550	\$105,664.00	plus 35%	\$477,300
\$708,550		\$186,601.50	plus 37%	\$708,550
Single or Married Filing Separately				
\$0	\$5,250	\$0.00	plus 0%	\$0
\$5,250	\$16,250	\$0.00	plus 10%	\$5,250
\$16,250	\$49,975	\$1,100.00	plus 12%	\$16,250
\$49,975	\$100,625	\$5,147.00	plus 22%	\$49,975
\$100,625	\$187,350	\$16,290.00	plus 24%	\$100,625
\$187,350	\$236,500	\$37,104.00	plus 32%	\$187,350
\$236,500	\$583,375	\$52,832.00	plus 35%	\$236,500
\$583,375		\$174,238.25	plus 37%	\$583,375
Head of Household				
\$0	\$12,200	\$0.00	plus 0%	\$0
\$12,200	\$27,900	\$0.00	plus 10%	\$12,200
\$27,900	\$72,050	\$1,570.00	plus 12%	\$27,900
\$72,050	\$107,550	\$6,868.00	plus 22%	\$72,050
\$107,550	\$194,300	\$14,678.00	plus 24%	\$107,550
\$194,300	\$243,450	\$35,498.00	plus 32%	\$194,300
\$243,450	\$590,300	\$51,226.00	plus 35%	\$243,450
\$590,300		\$172,623.50	plus 37%	\$590,300

MULTIPLE JOB Withholding Rate Schedules				
(Use these if the Form W-4 is from 2020 or later and the box in Step 2 of Form W-4 IS checked.)				
If the Adjusted Annual Wage Amount on Worksheet 1A is				
At least...	But less than...	The tentative amount to withhold is...		of the amount that exceeds
A	B	C	D	E
Married Filing Jointly				
\$0	\$13,850	\$0.00	plus 0%	\$0
\$13,850	\$24,850	\$0.00	plus 10%	\$13,850
\$24,850	\$58,575	\$1,100.00	plus 12%	\$24,850
\$58,575	\$109,225	\$5,147.00	plus 22%	\$58,575
\$109,225	\$195,950	\$16,290.00	plus 24%	\$109,225
\$195,950	\$245,100	\$37,104.00	plus 32%	\$195,950
\$245,100	\$360,725	\$52,832.00	plus 35%	\$245,100
\$360,725		\$93,300.75	plus 37%	\$360,725
Single or Married Filing Separately				
\$0	\$6,925	\$0.00	plus 0%	\$0
\$6,925	\$12,425	\$0.00	plus 10%	\$6,925
\$12,425	\$29,288	\$550.00	plus 12%	\$12,425
\$29,288	\$54,613	\$2,573.50	plus 22%	\$29,288
\$54,613	\$97,975	\$8,145.00	plus 24%	\$54,613
\$97,975	\$122,550	\$18,552.00	plus 32%	\$97,975
\$122,550	\$295,988	\$26,416.00	plus 35%	\$122,550
\$295,988		\$87,119.13	plus 37%	\$295,988
Head of Household				
\$0	\$10,400	\$0.00	plus 0%	\$0
\$10,400	\$18,250	\$0.00	plus 10%	\$10,400
\$18,250	\$40,325	\$785.00	plus 12%	\$18,250
\$40,325	\$58,075	\$3,434.00	plus 22%	\$40,325
\$58,075	\$101,450	\$7,339.00	plus 24%	\$58,075
\$101,450	\$126,025	\$17,749.00	plus 32%	\$101,450
\$126,025	\$299,450	\$25,613.00	plus 35%	\$126,025
\$299,450		\$86,311.75	plus 37%	\$299,450

The IRS encourages everyone to use their Tax Withholding Estimator located at <https://www.irs.gov/individuals/tax-withholding-estimator>. The tables above will be utilized in the in the estimator after January 1, 2023.

CALIFORNIA STATE ANNUAL TAX RATES

Rates apply to *annual* taxable earnings (annual gross earnings less salary reductions) as follows:

- a) \$0 tax if annual taxable earnings are equal to or less than
 \$17,252 if SINGLE or MARRIED — 0 or 1 exemption
 \$34,503 if UNMARRIED HEAD of HOUSEHOLD or
 MARRIED—2 or more exemptions
- b) Apply rate to annual taxable earnings less standard deduction and less
 \$1,000 for each Estimated Deduction Allowance
- Standard deduction
- | | |
|-------------------------------|----------|
| MARRIED — 0 or 1 exemption | \$ 5,202 |
| 2 or more exemptions | \$10,404 |
| SINGLE — | \$ 5,202 |
| UNMARRIED HEAD of HOUSEHOLD — | \$10,404 |
- c) Personal allowance credit for Single, Married, and Head of Household
 0 Allowance — \$0
 1 or More Allowances — \$154.00 for each allowance

SINGLE, MARRIED WITH DUAL INCOME, or MARRIED WITH MULTIPLE EMPLOYERS

If the taxable income is:		Computed tax is:		Of amount
Over—	But not over—			over—
\$ 0 —	\$ 10,099. . .	\$ 0.00 plus	1.10%	\$ 0
\$ 10,099 —	\$ 23,942. . .	\$ 111.09 plus	2.20%	\$ 10,099
\$ 23,942 —	\$ 37,788. . .	\$ 415.64 plus	4.40%	\$ 23,942
\$ 37,788 —	\$ 52,455. . .	\$ 1,024.86 plus	6.60%	\$ 37,788
\$ 52,455 —	\$ 66,295. . .	\$ 1,992.88 plus	8.80%	\$ 52,455
\$ 66,295 —	\$ 338,639. . .	\$ 3,210.80 plus	10.23%	\$ 66,295
\$ 338,639 —	\$ 406,364. . .	\$ 31,071.59 plus	11.33%	\$ 338,639
\$ 406,364 —	\$ 677,275. . .	\$ 38,744.83 plus	12.43%	\$ 406,364
\$ 677,275 —	\$1,000,000. . .	\$ 72,419.07 plus	13.53%	\$ 677,275
\$1,000,000 and over.		\$116,083.76 plus	14.63%	\$1,000,000

MARRIED person —

If the taxable income is:		Computed tax is:		Of amount
Over—	But not over—			over—
\$ 0 —	\$ 20,198. . .	\$ 0.00 plus	1.10%	\$ 0
\$ 20,198 —	\$ 47,884. . .	\$ 222.18 plus	2.20%	\$ 20,198
\$ 47,884 —	\$ 75,576. . .	\$ 831.27 plus	4.40%	\$ 47,884
\$ 75,576 —	\$ 104,910. . .	\$ 2,049.72 plus	6.60%	\$ 75,576
\$ 104,910 —	\$ 132,590. . .	\$ 3,985.76 plus	8.80%	\$ 104,910
\$ 132,590 —	\$ 677,278. . .	\$ 6,421.60 plus	10.23%	\$ 132,590
\$ 677,278 —	\$ 812,728. . .	\$ 62,143.18 plus	11.33%	\$ 677,278
\$ 812,728 —	\$1,000,000. . .	\$ 77,489.67 plus	12.43%	\$ 812,728
\$1,000,000 —	\$1,354,550. . .	\$100,767.58 plus	13.53%	\$1,000,000
\$1,354,550 and over.		\$148,738.20 plus	14.63%	\$1,354,550

UNMARRIED/HEAD OF HOUSEHOLD—

If the taxable income is:		Computed tax is:		Of amount
Over—	But not over—			over—
\$ 0 —	\$ 20,212. . .	\$ 0.00 plus	1.10%	\$ 0
\$ 20,212 —	\$ 47,887. . .	\$ 222.33 plus	2.20%	\$ 20,212
\$ 47,887 —	\$ 61,730. . .	\$ 831.18 plus	4.40%	\$ 47,887
\$ 61,730 —	\$ 76,397. . .	\$ 1,440.27 plus	6.60%	\$ 61,730
\$ 76,397 —	\$ 90,240. . .	\$ 2,408.29 plus	8.80%	\$ 76,397
\$ 90,240 —	\$ 460,547. . .	\$ 3,626.47 plus	10.23%	\$ 90,240
\$ 460,547 —	\$ 552,658. . .	\$ 41,508.88 plus	11.33%	\$ 460,547
\$ 552,658 —	\$ 921,095. . .	\$ 51,945.06 plus	12.43%	\$ 552,658
\$ 921,095 —	\$1,000,000. . .	\$ 97,741.78 plus	13.53%	\$ 921,095
\$1,000,000 and over.		\$108,417.63 plus	14.63%	\$1,000,000

For detailed information on how to calculate your California State Withholding, review the EDD's
 "California Withholding Schedules for 2023 (Method B – Exact Calculation Method)" publication
 located at https://edd.ca.gov/siteassets/files/pdf_pub_ctr/23methb.pdf.

SALARY REDUCTIONS

Salary reductions which reduce taxable earnings include Employee contributions to:

Deferred Tax Sheltered Annuity (403b/TSA)	Deferred Compensation (457b)
Employee portion of CalSTRS/CalPERS	Section 125 Plan benefits
Alternative Retirement Plans	

Elective deferrals for 403b and 457b plans have an annual limit of \$22,500 for 2023. Catch-up contributions apply in some circumstances.

Attachment No. 1
 Info. Bul. No. 6635
 SFS-A31-2022-2023

OTHER RATES

OASDI Tax Rate— <i>Employee and Employer</i> (<i>Not including Medicare</i>)	6.2 percent
OASDI maximum wage base— <i>Employee and Employer</i>	\$160,200.00
Maximum OASDI contribution— <i>Employee and Employer</i>	\$9,932.40
Medicare Tax Rate	1.45 percent
Additional Medicare Tax— <i>Employee wages over \$200,000</i>	0.90 percent
Medicare maximum wage base	No limit
Medicare maximum contribution	No limit
School Employees Fund SUI Rate (FY22-23)	0.50 percent
CA Disability Insurance (SDI)	0.90 percent
SDI maximum wage base	\$153,164.00
CalSTRS/CalPERS	See employer
IRS Standard Mileage Rate (1-1-23)	65.5 cents per mile
Federal Supplemental Tax Rate	22 percent
State Supplemental Tax Rate	6.6 percent
State Minimum Wage— <i>More than 26 Employees</i>	\$15.50/hr.

Additional Tax Information:

Employees Social Security/OASDI and Medicare

The Social Security/OASDI employee rate remains at 6.2%; however, the maximum subject wages have increased for calendar year 2023. The new maximum amount is \$160,200.

Employee rate remains at 1.45% and there is no Medicare wage cap for employees. Additional Medicare Tax requires employers to withhold an additional .9% on wages paid to employees in excess of \$200,000 in a calendar year.

Federal Withholding – IRS Form Employee’s Withholding Certificate

The IRS recommends all taxpayers perform a “paycheck checkup” by using their online tool located at <https://www.irs.gov/paycheck-checkup>. **Your employer cannot tell you how to complete Employees’ Withholding Certificate form.** Please read the instructions carefully and/or consult a tax professional. Only new employees and those wishing to make withholding adjustments, or those claiming exempt must complete the new IRS 2023 Form “Employee’s Withholding Certificate”.

Federal Exempt from Withholding If you claimed exempt from withholding tax in 2022 and wish to continue in 2023, you must complete a new IRS “Employee’s Withholding Certificate” 2023 Form no later than February 16, 2023. The form requires those wishing to claim exempt to write the word “EXEMPT” in “Step 4”, in the space directly under the box 4(c). If you no longer wish to claim exempt status, you must file a new form W-4 for January tax withholding.

State Withholding – Form DE 4

All employees updating their IRS Form W-4 must now also complete a California State Withholding Form (DE 4)