



American Data Group Inc. 2021 Payroll Tax Rates

Please review the ADG W4 Changes document. This document shows the 2021 Federal Tax Rates.

To create your 2021 tax tables (if not already done), use the Clone feature as follows:

- Go to Payroll File Maintenance > Taxes Master
- Click on the asterisk (*) and select “Clone All Tax Tables from 2020”
- On the next screen, New Payroll Year = 2021 and then click Clone
- When the process completes, Select Payroll Year = 2021 to view the new year.

Quick Links: IRS Publication 15, Circular E: <https://www.irs.gov/pub/irs-pdf/p15.pdf>
IRS Publication 15-T <https://www.irs.gov/pub/irs-pdf/p15t.pdf>

Edit 2021 tax table codes as follows:

FICA Employee – The Maximum Earnings field changes to **\$142,800**. The value is **.0620** and 'Flat Value is Percentage' must be checked.

FICA Employer – The Maximum Earnings field changes to **\$142,800**. The value is **.0620** and 'Flat Value is Percentage' must be checked.

Medicare Employee – No changes are needed. The Maximum Earnings field should be **\$9,999,999.99**. The value is **.0145** and 'Flat Value is Percentage' must be checked.

Medicare Employer – No changes are needed. The Maximum Earnings field should be **\$9,999,999.99**. The value is **.0145** and 'Flat Value is Percentage' must be checked.

Medicare Employee Surcharge – No changes are needed. The Minimum Earnings field is \$200,000 and Maximum Earnings **\$9,999,999.99**. The value is **.009** and Flat Value is Percentage.

State and Local Taxes – State and local tax changes aren't provided. Check with your state for any changes and enter them into the appropriate tax table code. An additional Head-of-Household table is now available if needed.

Federal Withholding – The Withholding Allowance is **\$4,300** for W4 forms filed prior to year 2020. The 6 tables tax tables are shown below.

The below tables are for Pre 2020 W4 forms and those not selecting Step 2c on the 2020 W4 form.

Single

Tax Code: [REDACTED]
 Name: Fed Tax
 Payroll Year: 2021
 Withholding Allowance: 4,300.00
 Annual Wage Deduction: 8,600.00

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	3,950.00	13,900.00	0.00	0.10000
2	13,900.00	44,475.00	995.00	0.12000
3	44,475.00	90,325.00	4,664.00	0.22000
4	90,325.00	168,875.00	14,751.00	0.24000
5	168,875.00	213,375.00	33,603.00	0.32000
6	213,375.00	527,550.00	47,843.00	0.35000
7	527,550.00	9,999,999.99	157,804.25	0.37000

Married

Tax Code: [REDACTED]
 Name: FED W/H
 Payroll Year: 2021
 Withholding Allowance: 4,300.00
 Annual Wage Deduction: 12,900.00

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	12,200.00	32,100.00	0.00	0.10000
2	32,100.00	93,250.00	1,990.00	0.12000
3	93,250.00	184,950.00	9,328.00	0.22000
4	184,950.00	342,050.00	29,502.00	0.24000
5	342,050.00	431,050.00	67,206.00	0.32000
6	431,050.00	640,500.00	95,686.00	0.35000
7	640,500.00	9,999,999.99	168,993.50	0.37000

HOH

Tax Code: [REDACTED]
 Name: FED W/H
 Payroll Year: 2021
 Withholding Allowance: 4,300.00
 Annual Wage Deduction: 8,600.00

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	10,200.00	24,400.00	0.00	0.10000
2	24,400.00	64,400.00	1,420.00	0.12000
3	64,400.00	96,550.00	6,220.00	0.22000
4	96,550.00	175,100.00	13,293.00	0.24000
5	175,100.00	219,600.00	32,145.00	0.32000
6	219,600.00	533,800.00	46,385.00	0.35000
7	533,800.00	9,999,999.99	156,355.00	0.37000

The below tables are used when the W4 2020 has Step 2c selected.

W4 Box 2 Single

Tax Code: [REDACTED]
 Name: Fed Tax
 Payroll Year: 2021

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	6,275.00	11,250.00	0.00	0.10000
2	11,250.00	26,538.00	497.50	0.12000
3	26,538.00	49,463.00	2,332.00	0.22000
4	49,463.00	88,738.00	7,375.50	0.24000
5	88,738.00	110,988.00	16,801.50	0.32000
6	110,988.00	268,075.00	23,921.50	0.35000
7	268,075.00	9,999,999.99	78,902.13	0.37000

W4 Box 2 Married

Tax Code: [REDACTED]
 Name: Fed Tax
 Payroll Year: 2021

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	12,550.00	22,500.00	0.00	0.10000
2	22,500.00	53,075.00	995.00	0.12000
3	53,075.00	98,925.00	4,664.00	0.22000
4	98,925.00	177,475.00	14,751.00	0.24000
5	177,475.00	221,975.00	33,603.00	0.32000
6	221,975.00	326,700.00	47,843.00	0.35000
7	326,700.00	9,999,999.99	84,496.75	0.37000

W4 Box 2 HOH

Tax Code: [REDACTED]
 Name: FED W/H
 Payroll Year: 2021

Tax Table

	From Amount	Max Earning Amount	Tax Amount	Tax Percent
1	9,400.00	16,500.00	0.00	0.10000
2	16,500.00	36,500.00	710.00	0.12000
3	36,500.00	52,575.00	3,110.00	0.22000
4	52,575.00	91,850.00	6,646.50	0.24000
5	91,850.00	114,100.00	16,072.50	0.32000
6	114,100.00	271,200.00	23,192.50	0.35000
7	271,200.00	9,999,999.99	78,177.50	0.37000

Contact Support at 303-741-5711 or support@adginc.net with any questions.