



State of North Carolina

Office of the State Controller

DAVID T. MCCOY
STATE CONTROLLER

March 25, 2009

MEMORANDUM NO. 2009-003

TO: Payroll Offices Served by Central Payroll Operations
FROM: Central Payroll Operations
SUBJECT: Revisions to Federal Tax Withholding Beginning April 1, 2009

Tax code changes approved by the federal government as part of the Federal Stimulus Bill will go into effect on April 1, 2009. These changes impact the federal income tax withholding and Earned Income Credit (EIC) tables. The new tax tables are attached for your information.

Many employees will notice slightly more pay in their checks or direct deposits beginning with all April payrolls. A brief message will print on the April direct deposit notices and check stubs informing employees of this tax revision and that the changes may result in a slight increase of their net pay.

The Central Payroll Operations website, at www.osc.nc.gov, will have two sets of forms for net pay and tax calculations in 2009, as follows:

[Net Pay Calculation Worksheet \(Apr-Dec 2009\)](#)

[Net Pay Calculation Worksheet \(Jan-Mar 2009\)](#)

[Quick Tax Calculation Sheet \(Apr-Dec 2009\)](#)

[Quick Tax Calculation Sheet \(2009\)](#) – Will change to “Quick Tax Calculation Sheet (Jan-Mar 2009)”

The new forms will be posted to the website when the calculations using the new tables have been verified against a payroll production cycle.

For more information related to the Federal Stimulus Bill, visit www.recovery.com.

Attachments

CC: Wendy Griffin
Central Payroll Operations