

Special State Disability Insurance Instructions for Completing the DE 7X

To avoid unnecessary billings and notices, be sure to complete your annual reporting form correctly. The annual reporting form for calendar year 2000 is a special revision of the DE 7. This special revision (DE 7X) has two State Disability Insurance (SDI) wage and tax lines for you to complete. The DE 7X form **cannot** be used for any other year. Please follow the instructions on the back of the DE 7X and the special instructions below to complete your DE 7X.

F. STATE DISABILITY INSURANCE (SDI) (Total Employee Wages up to a maximum of \$46,327 per employee for 2000)

(SDI Taxable Wages paid from 01/01/2000 to 03/31/2000 up to the maximum)

(F1) SDI % 0.5	TIMES	(F2) SDI TAXABLE WAGES 58827 00	=	(F3) SDI EMPLOYEE CONTRIBUTIONS WITHHELD 294 14
(SDI Taxable Wages paid from 04/01/2000 to 12/31/2000 up to the maximum)				
(F4) SDI % 0.7	TIMES	(F5) SDI TAXABLE WAGES 80154 00	=	(F6) SDI EMPLOYEE CONTRIBUTIONS WITHHELD 561 08

SIGN AND MAIL TO: State of California / Employment Development Department / P.O. Box 826286 / Sacramento CA 94230-6286

DE 7X Rev. 1 (7-00) CU

Enter the total SDI taxable wages paid to your employees from January 1, 2000 through March 31, 2000. The SDI taxable wages are the first \$46,327 in wages paid to each employee during the calendar year.

Enter the total SDI taxable wages paid to your employees from April 1, 2000 through December 31, 2000. The SDI taxable wages are the first \$46,327 in wages paid to each employee during the calendar year.

Note: The SDI tax rate changed on April 1; however, the taxable wage limit does not start over on April 1 (See the example below.)

To calculate SDI contributions due for the SDI taxable wages paid from January 1, 2000 through March 31, 2000, multiply .005 (Box F1) times the SDI taxable wages in Box F2.

To calculate SDI contributions due for the SDI taxable wages paid from April 1, 2000 through December 31, 2000, multiply .007 (Box F4) times the SDI taxable wages in Box F5.

The calculated SDI taxes (total of F3 and F6) should agree with the total SDI withheld from your employees' wages (from your payroll records) and with the SDI tax remitted with your *Payroll Tax Deposit* (DE 88) coupons. If they do not agree, see instructions "ITEM J. Total Taxes Due or Overpaid" on the reverse side of the DE 7X.

Below is an example of how to calculate "ITEM F" on the DE 7X.

Employee	First Quarter Wages	1 st Quarter SDI Taxable Wages (Up to \$46,327)	Second Quarter Wages	Third Quarter Wages	Fourth Quarter Wages	2 nd - 4 th Quarter SDI Taxable Wages (Up to \$46,327)
John Jones	0	0	20,000	22,000	26,000	46,327*
Mary Smith	12,500	12,500	22,500	18,000	25,000	33,827*
Sally Wong	48,000	46,327	50,000	50,000	60,000	0*
SDI Taxable Wages (Enter in Box F2)		58827.00	SDI Taxable Wages (Enter in Box F5)		80154.00	
SDI Rate (1/1/00 - 3/31/00)		x .005	SDI Rate (4/1/00 - 12/31/00)		x .007	
SDI Taxes (Enter in Box F3)		294.14	SDI Taxes (Enter in Box F6)		561.08	

* Taxable wage limit of \$46,327 minus 1st quarter wages equals maximum wages subject to SDI withholding. If you have any questions, please contact a Customer Service Representative at 1-888-745-3886, or visit our Internet site at www.edd.ca.gov.