

Instructions for Use

To use these tables, first compute the obligor's annual gross income. Then recompute to determine the obligor's average monthly gross income. These tables provide a method for calculating "monthly net income" for child support purposes, subtracting from monthly gross income the social security tax and the federal income tax withholding for a single person claiming one personal exemption and the standard deduction.

Thereafter, in many cases these guidelines call for a number of additional steps to complete the necessary calculations. For example, Section 14.053 provides for appropriate additions to "income" as that term is defined for federal income tax purposes, and for certain subtractions from monthly net income, in order to arrive at the net resources of the obligor available for child support purposes. Computation of the obligee's net resources should follow similar steps.

EMPLOYED PERSONS 1990 TAX CHART

<u>Montly Gross Wages</u>	<u>Social Security/Hospital (Medicare) Insurance Tax*</u>	<u>Federal Income Tax**</u>	<u>Monthly Net Income</u>
100.00	7.65	-0-	92.35
200.00	15.30	-0-	184.70
300.00	22.95	-0-	277.05
400.00	30.60	-0-	369.40
500.00	38.25	8.75	453.00
600.00	45.90	23.75	530.35
700.00	53.55	38.75	607.70
800.00	61.20	53.75	685.05
900.00	68.85	68.75	762.40
1,000.00	76.50	83.75	839.75
1,100.00	84.15	98.75	917.10
1,200.00	91.80	113.75	994.45
1,300.00	99.45	128.75	1,071.80
1,400.00	107.10	143.75	1,149.15
1,500.00	114.75	158.75	1,226.50
1,600.00	122.40	173.75	1,303.85
1,700.00	130.05	188.75	1,381.20
1,800.00	137.70	203.75	1,458.55
1,900.00	145.35	218.75	1,535.90
2,000.00	153.00	233.75	1,613.25
2,100.00	160.65	253.63	1,685.72
2,200.00	168.30	281.63	1,750.07
2,300.00	175.95	309.63	1,814.42
2,400.00	183.60	337.63	1,878.77
2,500.00	191.25	365.63	1,943.12
2,600.00	198.90	393.63	2,007.47
2,700.00	206.55	421.63	2,071.82
2,800.00	214.20	449.63	2,136.17
2,900.00	221.85	477.63	2,200.52
3,000.00	229.50	505.63	2,264.87
3,100.00	237.15	533.63	2,329.22
3,200.00	244.80	561.63	2,393.57
3,300.00	252.45	589.63	2,457.92
3,400.00	260.10	617.63	2,522.27
3,500.00	267.75	645.63	2,586.62

<u>Montly Gross Wages</u>	<u>Social Security/Hospital (Medicare) Insurance Tax*</u>	<u>Federal Income Tax**</u>	<u>Monthly Net Income</u>
3,600.00	275.40	673.63	2,650.97
3,700.00	283.05	701.63	2,715.32
3,800.00	290.70	729.63	2,779.67
3,900.00	298.35	757.63	2,844.02
4,000.00	306.00	785.63	2,908.37
4,250.00	325.13	855.63	3,069.24
4,500.00	327.04***	932.50	3,240.46
4,750.00	327.04	1,015.00	3,407.96
5,000.00	327.04	1,097.50	3,575.46
5,250.00	327.04	1,180.00	3,742.96
5,500.00	327.04	1,262.50	3,910.46
5,750.00	327.04	1,345.00	4,077.96
6,000.00	327.04	1,427.50	4,245.46
6,250.00	327.04	1,510.00	4,412.96
6,500.00	327.04	1,592.50	4,580.46
6,750.00	327.04	1,675.00	4,747.96
7,000.00	327.04	1,757.50	4,915.46
7,500.00	327.04	1,922.50	5,250.46
8,000.00	327.04	2,087.50	5,585.46
8,500.00	327.04	2,252.50	5,920.46
9,000.00	327.04	2,417.50	6,255.46
9,500.00	327.04	2,582.50	6,590.46
10,000.00	327.04	2,724.17	6,948.79

* An employed person not subject to the Social Security/Hospital (Medicare) Insurance tax will be allowed the reduction reflected in this column, unless it is shown that such person has no similar contributory plan such as teacher retirement, federal railroad retirement, federal civil service retirement, etc.

** Federal income tax is calculated for a single taxpayer claiming one personal exemption (\$2,050.00) and taking the standard deduction (\$3,250.00).

** For annual gross wages above \$51,300.00, this represents a monthly average of the Social Security/Hospital (Medicare) Insurance tax of \$3,924.45 per person (7.65% on the first \$51,300.00 of gross wages).

SELF-EMPLOYED PERSONS 1990 TAX CHART

<u>Montly Self Employment Income*</u>	<u>Social Security/Hospital (Medicare) Insurance Tax**</u>	<u>Federal Income Tax****</u>	<u>Monthly Net Income</u>
100.00	14.13	-0-	85.87
200.00	28.26	-0-	171.74
300.00	42.39	-0-	257.61
400.00	56.52	-0-	343.48
500.00	70.65	8.75	420.60
600.00	84.78	23.75	491.47
700.00	98.91	38.75	562.34
800.00	113.04	53.75	633.21
900.00	127.17	68.75	704.08
1,000.00	141.30	83.75	774.95
1,100.00	155.43	98.75	845.82
1,200.00	169.56	113.75	916.69
1,300.00	183.68	128.75	987.57
1,400.00	197.81	143.75	1,058.44
1,500.00	211.94	158.75	1,129.31
1,600.00	226.07	173.75	1,200.18
1,700.00	240.20	188.75	1,271.05
1,800.00	254.33	203.75	1,341.92
1,900.00	268.46	218.75	1,412.79
2,000.00	282.59	233.75	1,483.66
2,100.00	321.30	224.65	1,554.05
2,200.00	336.60	238.51	1,624.89
2,300.00	351.90	260.36	1,687.74
2,400.00	367.20	286.22	1,746.58
2,500.00	382.50	312.08	1,805.42
2,600.00	397.80	337.93	1,864.27
2,700.00	413.10	363.79	1,923.11
2,800.00	428.40	389.65	1,981.95
2,900.00	443.70	415.51	2,040.79
3,000.00	459.00	441.37	2,099.63
3,100.00	474.30	467.22	2,158.48
3,200.00	489.60	493.08	2,217.32
3,300.00	504.90	518.94	2,276.16
3,400.00	520.20	544.80	2,335.00
3,500.00	535.50	570.66	2,393.84
3,600.00	550.80	596.51	2,452.69
3,700.00	566.10	622.37	2,511.53
3,800.00	581.40	648.23	2,570.37
3,900.00	596.70	674.09	2,629.21
4,000.00	612.00	699.95	2,688.05
4,250.00	650.25	764.59	2,835.16
4,500.00	654.08***	834.05	3,011.87
4,750.00	654.08	907.08	3,188.84
5,000.00	654.08	989.58	3,356.34
5,250.00	654.08	1,072.08	3,523.84
5,500.00	654.08	1,154.58	3,691.34
5,750.00	654.08	1,237.08	3,858.84
6,000.00	654.08	1,319.58	4,026.34
6,250.00	654.08	1,402.08	4,193.84
6,500.00	654.08	1,484.58	4,361.34

Montly Self Employment Income*	Social Security/Hospital (Medicare) Insurance Tax**	Federal Income Tax****	Monthly Net Income
6,750.00	654.08	1,567.08	4,528.84
7,000.00	654.08	1,649.58	4,696.34
7,500.00	654.08	1,814.58	5,031.34
8,000.00	654.08	1,979.58	5,366.34
8,500.00	654.08	2,144.58	5,701.34
9,000.00	654.08	2,309.58	6,036.34
9,500.00	654.08	2,474.58	6,371.34
10,000.00	654.08	2,632.60	6,713.32

- * Determined without regard to Section 1402(a)(12) of the Internal Revenue Code of 1986, as amended (26 U.S.C.) (the "Code").
- ** For tax years before 1990, Section 1401(c) of the Code allowed self-employed persons who were subject to the self-employment tax a credit against such tax. For example, the combined Social Security and Hospital (Medicare) Insurance tax rate for 1989 under Section 1401(a) and (b) of the Code was 15.02%, which was reduced by a 2% credit allowed under Section 1401(c) of the Code. The credit resulted in an effective tax rate of 13.02% for 1989. After 1989, a self-employed person is no longer allowed a credit against the self-employment tax. Instead, a self-employed person may either (i) deduct for federal income tax purposes (as a non-employee trade or business deduction) one-half of the amount of the self-employment taxes imposed for the taxable year (see Section 164(f) of the Code), or (ii) deduct in computing his or her net earnings from self-employment an amount equal to his or her net earnings from self-employment (determined without regard to Section 1402(a)(12) of the Code) multiplied by one-half of the combined self-employment tax rate for the year (see Section 1402(a)(12) of the Code). The effect of Sections 164(f) and 1402(a)(12) of the Code are reflected in the chart based on the following assumptions. The chart assumes a self-employed person will choose between Sections 164(f) and 1402(a)(12) of the Code based on the alternative that results in the lowest combined amount of self-employment and federal income taxes. Accordingly, for annual self-employment income below \$24,793.74, the chart assumes that for purposes of determining his or her Social Security Hospital (Medicare) Insurance taxes, the self-employed person will deduct from his or her net earnings from self-employment an amount equal to his or her net earnings from self-employment (determined without regard to Section 1402(a)(12) of the Code) multiplied by 7.65% (one-half of 15.3%). See \$24,793.74, the chart assumes that for federal income tax purposes, the self-employed person will deduct (as a non-employee trade or business deduction) one-half of the amount of self-employment taxes imposed for the year. See Section 164(f) of the Code.
- *** For annual self-employment income above \$51,300.00, this represents a monthly average of the Social Security/Hospital (Medicare) Insurance tax based on the 1990 maximum Social Security/Hospital (Medicare) Insurance tax of \$7,848.90 per person (15.3% on the first \$51,300.00 of self-employment income).
- **** Federal income tax is calculated for a single taxpayer claiming one personal exemption (\$2,050.00) and taking the standard deduction (\$3,250.00). In addition, for annual self-employment income above \$24,793.74, the chart assumes that for federal income tax purposes, the self-employed person will deduct (as a non-employee trade or business deduction) one-half of the amount of self-employment taxes imposed for the year. See Section 1674(f) of the Code and the discussion accompanying footnote ** above.