

EMPLOYED PERSONS  
1992 TAX CHART

Monthly Gross Wages	Social Security Taxes			Federal Income Taxes**	Net Monthly Income
	Old-age, Survivors and Disability Insurance Taxes (6.2%)*	Hospital (Medi- Care) Insurance Taxes (1.45%)*			
100.00	6.20	1.45		0.0	92.35
200.00	12.40	2.90		0.0	184.70
300.00	18.60	4.35		0.0	277.05
400.00	24.80	5.80		0.0	369.40
500.00	31.00	7.25		1.25	460.50
600.00	37.20	8.70		16.25	537.85
700.00	43.40	10.15		31.25	615.20
800.00	49.60	11.60		46.25	692.55
900.00	55.80	13.05		61.25	769.90
1,000.00	62.00	14.50		76.25	847.25
1,100.00	68.20	15.95		91.25	924.60
1,200.00	74.40	17.40		106.25	1,001.95
1,300.00	80.60	18.85		121.25	1,079.30
1,400.00	86.80	20.30		136.25	1,156.65
1,500.00	93.00	21.75		151.25	1,234.00
1,600.00	99.20	23.20		166.25	1,311.35
1,700.00	105.40	24.65		181.25	1,388.70
1,800.00	111.60	26.10		196.25	1,466.05
1,900.00	117.80	27.55		211.25	1,543.40
2,000.00	124.00	29.00		226.25	1,620.75
2,100.00	130.20	30.45		241.25	1,698.10
2,200.00	136.40	31.90		256.25	1,775.45
2,300.00	142.60	33.35		273.96	1,850.09
2,400.00	148.80	34.80		301.96	1,914.44
2,500.00	155.00	36.25		329.96	1,978.79
2,600.00	161.20	37.70		357.96	2,043.14
2,700.00	167.40	39.15		385.96	2,107.49
2,800.00	173.60	40.60		413.96	2,171.84
2,900.00	179.80	42.05		441.96	2,236.19
3,000.00	186.00	43.50		469.96	2,300.54
3,100.00	192.20	44.95		497.96	2,364.89
3,200.00	198.40	46.40		525.96	2,429.24
3,300.00	204.60	47.85		553.96	2,493.59
3,400.00	210.80	49.30		581.96	2,557.94
3,500.00	217.00	50.75		609.96	2,622.29
3,600.00	223.20	52.20		637.96	2,686.64
3,700.00	229.40	53.65		665.96	2,750.99
3,800.00	235.60	55.10		693.96	2,815.34
3,900.00	241.80	56.55		721.96	2,879.69
4,000.00	248.00	58.00		749.96	2,944.04
4,250.00	263.50	61.63		819.96	3,104.91
4,500.00	275.90	65.25		889.96	3,265.79
4,750.00	286.75***	68.88		959.96	3,434.41
5,000.00	286.75	72.50		1,035.46	3,605.29
5,250.00	286.75	76.13		1,112.96	3,774.16
5,500.00	286.75	79.75		1,190.46	3,943.04
5,750.00	286.75	83.38		1,267.96	4,111.91
6,000.00	286.75	87.00		1,345.46	4,280.79
6,250.00	286.75	90.63		1,422.96	4,449.66
6,500.00	286.75	94.25		1,500.46	4,618.54
6,750.00	286.75	97.88		1,577.96	4,787.41
7,000.00	286.75	101.50		1,655.46	4,956.29
7,500.00	286.75	108.75		1,810.46	5,294.04
8,000.00	286.75	116.00		1,965.46	5,631.79
8,500.00	286.75	123.25		2,120.46	5,969.54
9,000.00	286.75	130.50		2,277.84	6,304.91
9,500.00	286.75	137.75		2,435.21	6,640.29
10,000.00	286.75	145.00		2,592.59	6,975.66
10,500.00	286.75	152.25		2,751.15	7,309.85
11,000.00	286.75	157.33****		2,908.53	7,647.39
11,500.00	286.75	157.33		3,067.10	7,988.82
12,000.00	286.75	157.33		3,224.47	8,331.45
12,500.00	286.75	157.33****		3,381.85	8,674.07
13,000.00	286.75	157.33		3,540.41	9,015.51

### **Footnotes to Employed Persons 1992 Tax Chart**

\* An employed person not subject to the Old-age, Survivors and Disability Insurance/Hospital (Medicare) Insurance taxes will be allowed the reductions reflected in these columns, unless it is shown that such person has no similar contributory plan such as teacher retirement, federal railroad retirement, federal civil service retirement, etc.

\*\* These amounts represent one-twelfth ( $\frac{1}{12}$ ) of the annual Federal income tax calculated for a single taxpayer claiming one personal exemption (\$2,300.00, subject to reduction in certain cases, as described in the next paragraph of this footnote) and taking the standard deduction (\$3,600.00).

For a single taxpayer with an adjusted gross income in excess of \$105,250.00, the deduction for the personal exemption is reduced by two percent (2%) for each \$2,500.00 or fraction thereof by which adjusted gross income exceeds \$105,250.00. In no case is the deduction for the personal exemption reduced by more than 100 percent. For example, monthly gross wages of \$9,500.00 times 12 months equals \$114,000.00. The excess over \$105,250.00 is \$8,750.00. \$8,750.00 divided by \$2,500.00 equals 3.50. The 3.50 amount is rounded up to 4. The reduction percentage is 8% ( $4 \times 2\% = 8\%$ ). The \$2,300.00 deduction for one personal exemption is reduced by \$184.00 ( $\$2,300.00 \times 8\% = \$184.00$ ) to \$2,116.00 ( $\$2,300.00 - \$184.00 = \$2,116.00$ ).

\*\*\* For annual gross wages above \$55,500.00, this amount represents a monthly average of the Old-age, Survivors and Disability Insurance tax based on the 1992 maximum Old-age, Survivors and Disability Insurance tax of \$3,441.00 per person (6.2% of the first \$55,500.00 of annual gross wages equals \$3,441.00). One twelfth ( $\frac{1}{12}$ ) of \$3,441.00 equals \$286.75.

\*\*\*\* For annual gross wages above \$130,200.00, this amount represents a monthly average of the Hospital (Medicare) Insurance tax based on the 1992 maximum Hospital (Medicare) Insurance tax of \$1,887.90 per person (1.45% of the first \$130,200.00 of annual gross wages equals \$1,887.90). One twelfth ( $\frac{1}{12}$ ) of \$1,887.90 equals \$157.33.

SELF-EMPLOYED PERSONS  
1992 TAX CHART

Monthly Net Earnings From Self- Employment*	Social Security Taxes		Federal Income Taxes**	Net Monthly Income
	Old-age, Survivors and Disability Insurance Taxes (12.4%)*	Hospital (Medi- Care) Insurance Taxes (2.9%)*		
100.00	11.45	2.68	0.0	85.87
200.00	22.90	5.36	0.0	171.74
300.00	34.35	8.03	0.0	257.62
400.00	45.81	10.71	0.0	343.48
500.00	57.26	13.39	0.0	429.35
600.00	68.71	16.07	9.89	505.33
700.00	80.16	18.75	23.83	577.26
800.00	91.61	21.43	37.77	649.19
900.00	103.06	24.10	51.71	721.13
1,000.00	114.51	26.78	65.65	793.06
1,100.00	125.97	29.46	79.59	864.98
1,200.00	137.42	32.14	93.53	936.91
1,300.00	148.87	34.82	107.47	1,008.84
1,400.00	160.32	37.49	121.41	1,080.78
1,500.00	171.77	40.17	135.35	1,152.71
1,600.00	183.22	42.85	149.29	1,224.64
1,700.00	194.67	45.53	163.23	1,296.57
1,800.00	206.13	48.21	177.18	1,368.48
1,900.00	217.58	50.88	191.12	1,440.42
2,000.00	229.03	53.56	205.06	1,512.35
2,100.00	240.48	56.24	219.00	1,584.28
2,200.00	251.93	58.92	232.94	1,656.21
2,300.00	263.38	61.60	246.88	1,728.14
2,400.00	274.83	64.28	260.82	1,800.07
2,500.00	286.29	66.95	280.51	1,866.25
2,600.00	297.74	69.63	306.53	1,926.10
2,700.00	309.19	72.31	332.55	1,985.95
2,800.00	320.64	74.99	358.57	2,045.80
2,900.00	332.09	77.67	384.59	2,105.65
3,000.00	343.54	80.34	410.61	2,165.51
3,100.00	354.99	83.02	436.64	2,225.35
3,200.00	366.44	85.70	462.66	2,285.20
3,300.00	377.90	88.38	488.68	2,345.04
3,400.00	389.35	91.06	514.70	2,404.89
3,500.00	400.80	93.74	540.72	2,464.74
3,600.00	412.25	96.41	566.75	2,524.59
3,700.00	423.70	99.09	592.77	2,584.44
3,800.00	435.15	101.77	618.79	2,644.29
3,900.00	446.60	104.45	644.81	2,704.14
4,000.00	458.06	107.13	670.83	2,763.98
4,250.00	486.68	113.82	735.89	2,913.61
4,500.00	515.31	120.52	800.94	3,063.23
4,750.00	543.94	127.21	866.00	3,212.85
5,000.00	572.57	133.91	931.05	3,362.47
5,250.00	573.50****	140.60	1,002.27	3,533.63
5,500.00	573.50	147.30	1,078.74	3,700.46
5,750.00	573.50	153.99	1,155.20	3,867.31
6,000.00	573.50	160.69	1,231.66	4,034.15
6,250.00	573.50	167.38	1,308.12	4,201.00
6,500.00	573.50	174.08	1,384.58	4,367.84
6,750.00	573.50	180.78	1,461.05	4,534.67
7,000.00	573.50	187.47	1,537.51	4,701.52
7,500.00	573.50	200.86	1,690.43	5,035.21
8,000.00	573.50	214.25	1,843.36	5,368.89
8,500.00	573.50	227.64	1,996.28	5,702.58
9,000.00	573.50	241.03	2,149.21	6,036.26
9,500.00	573.50	254.42	2,304.51	6,367.57
10,000.00	573.50	267.82	2,459.81	6,698.87
10,500.00	573.50	281.21	2,616.30	7,028.99
11,000.00	573.50	294.60	2,771.60	7,360.30
11,500.00	573.50	307.99	2,926.90	7,691.61
12,000.00	573.50	314.65*****	3,084.43	8,027.42
12,500.00	573.50	314.65	3,241.81	8,370.04
13,000.00	573.50	314.65	3,400.37	8,711.48

## Footnotes to Self-Employed Persons 1992 Tax Chart

\* Determined without regard to § 1402(a)(12) of the Internal Revenue Code of 1986, as amended (26 U.S.C.S.) (the "Code").

\*\* In calculating each of the Old-age, Survivors and Disability Insurance tax and the Hospital (Medicare) Insurance tax, net earnings from self-employment are reduced by the deduction under § 1402(a)(12) of the Code. The deduction under § 1402(a)(12) of the Code is equal to net earnings from self-employment (determined without regard to § 1402(a)(12) of the Code) multiplied by one-half (½) of the sum of the Old-age, Survivors and Disability Insurance tax rate (12.4%) and the Hospital (Medicare) Insurance tax rate (2.9%). The sum of these rates is 15.3% (12.4% + 2.9% = 15.3%). One-half (½) of the combined rate is 7.65% (15.3% × ½ = 7.65%). The deduction can be computed by multiplying the net earnings from self-employment (determined without regard to § 1402(a)(12) of the Code) by 92.35%. This gives the same deduction as multiplying the net earnings from self-employment (determined without regard to § 1402(a)(12) of the Code) by 7.65% and then subtracting the result.

For example, the Social Security taxes imposed on monthly net earnings from self-employment (determined without regard to § 1402(a)(12) of the Code) of \$2,500.00 are calculated as follows:

(i) Old-age, Survivors and Disability Insurance Taxes:

$$\$2,500.00 \times 92.35\% \times 12.4\% = \$286.29$$

(ii) Hospital (Medicare) Insurance Taxes:

$$\$2,500.00 \times 92.35\% \times 2.9\% = \$66.95$$

\*\*\* These amounts represent one-twelfth (1/12) of the annual Federal income tax calculated for a single taxpayer claiming one personal exemption (\$2,300.00, subject to reduction in certain cases, as described below in this footnote) and taking the standard deduction (\$3,600.00).

In calculating the annual Federal income tax, gross income is reduced by the deduction under § 164(f) of the Code. The deduction under § 164(f) of the Code is equal to one-half (½) of the self-employment taxes imposed by § 1401 of the Code for the taxable year. For example, monthly net earnings from self-employment of \$9,500.00 times 12 months equals \$114,000.00. The Old-Age, Survivors and Disability Insurance taxes imposed by § 1401 of the Code for the taxable year equal \$6,882.00 (\$55,500.00 × 12.4% = \$6,882.00). The Hospital (Medicare) Insurance taxes imposed by § 1401 of the Code for the taxable year equal \$3,053.09 (\$114,000.00 × .9235 × 2.9% = \$3,053.09). The sum of the taxes imposed by § 1401 of the Code for the taxable year equals \$9,935.09 (\$6,882.00 + \$3,053.09 = \$9,935.09). The deduction under § 164(f) of the Code is equal to one-half (½) of \$9,935.09 or \$4,967.55.

For a single taxpayer with an adjusted gross income in excess of \$105,250.00, the deduction for the personal exemption is reduced by two percent (2%) for each \$2,500.00 or fraction thereof by which adjusted gross income exceeds \$105,250.00. In no case is the deduction for the personal exemption reduced by more than 100%. For example, monthly net earnings from self-employment of \$9,500.00 times 12 months equals \$114,000.00. The \$114,000.00 amount is reduced by \$4,967.55 (i.e., the deduction under Section 164(f) of the Code—see the immediately preceding paragraph of this footnote for the computation) to arrive at adjusted gross income of \$109,032.45. The excess over \$105,250.00 is \$3,782.45. \$3,782.45 divided by \$2,500.00 equals 1.51. The 1.51 amount is rounded up to 2. The reduction percentage is 4% (2 × 2% = 4%). The \$2,300 deduction for one personal exemption is reduced by \$92.00 (\$2,300.00 × 4% = \$92.00) to \$2,208.00 (\$2,300 - \$92.00 = \$2,208.00).

\*\*\*\* For annual net earnings from self-employment (determined with regard to § 1402(a)(12) of the Code) above \$55,500.00, this amount represents a monthly average of the Old-age, Survivors and Disability Insurance tax based on the 1992 maximum Old-age, Survivors and Disability Insurance tax of \$6,882.00 per person (12.4% of the first \$55,500.00 of net earnings from self-employment (determined with regard to § 1402(a)(12) of the Code) equals \$6,882.00). One twelfth (1/12) of \$6,882.00 equals \$573.50.

\*\*\*\*\* For annual net earnings from self-employment (determined with regard to § 1402(a)(12) of the Code) above \$130,200.00, this amount represents a monthly average of the Hospital (Medicare) Insurance tax based on the 1992 maximum Hospital (Medicare) Insurance tax of \$3,775.80 per person (2.9% of the first \$130,200.00 of net earnings from self-employment (determined with regard to § 1402(a)(12) of the Code) equals \$3,775.80). One twelfth (1/12) of \$3,775.80 equals \$314.65.