



Title: I, Payroll/Personnel

Chapter: 28, Section 2, Tax Formulas (TAXES)

Bulletin: TAXES 13-9, Hawaii State Income Tax Withholding

Date: February 6, 2013

To: Subscribers of Tax Bulletins

Beginning with wages paid for Pay Period 06, 2013, the National Finance Center (NFC) will increase the exemption allowance from \$1,040 to \$1,144 for the State of Hawaii.

No action on the part of the employee or the personnel office is necessary.

To view the updated tax formula, go to the *NFC Home Page* (<http://www.nfc.usda.gov>) and click the **Publications** link at the top of the page. At the Publications page right-hand menu, click **Tax Formulas** and select the appropriate State from the map provided. Changes to the tax formula are identified by "▶◀".

For questions about NFC processing, authorized Servicing Personnel Office representatives should contact the NFC Contact Center at **1-855-NFC-4GOV (1-855-632-4468)** or via the Internet using the Requester Console.

RANDY L. SPEED, Director
Government Employees Services Division

Attachment

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Hawaii State Income Tax Information

State Abbreviation:	HI
State Tax Withholding State Code:	15
Acceptable Exemption Form:	HW-4
Basis for Withholding:	State Exemptions
Acceptable Exemption Data:	S, M, H/Number of Exemptions
TSP Deferred:	Yes
Special Coding:	None
Additional Information:	None

Withholding Formula ▶(Effective Pay Period 06, 2013)◀

1. Subtract the nontaxable biweekly Thrift Savings Plan contribution from the gross biweekly wages.
2. Subtract the nontaxable biweekly Federal Health Benefits Plan payment(s) (includes dental and vision insurance program and Flexible Spending Account – health care and dependent care deductions) from the adjusted gross biweekly wages.
3. Add the taxable biweekly fringe benefits (i.e., taxable life insurance) to the adjusted gross biweekly wages.
4. Multiply the adjusted gross biweekly wages times 26 to obtain the gross annual wages.
5. Determine the exemption allowance by applying the following guideline and subtract this amount from the annual wages to obtain the taxable income.

$$\text{Exemption Allowance} = \text{▶\$1,144◀} \times \text{Number of Exemptions}$$

6. Apply the taxable income determined in step 5 to the following table to determine the Hawaii tax withholding.

Tax Withholding Table

Single or Head of Household

If the Amount of Taxable Income Is:		The Amount of Hawaii Tax Withholding Should Be:			
Over:	But Not Over:				Of Excess Over:
\$0	\$2,400	\$0	plus	1.40%	\$0
2,400	4,800	34	plus	3.20%	2,400
4,800	9,600	110	plus	5.50%	4,800
9,600	14,400	374	plus	6.40%	9,600
14,400	19,200	682	plus	6.80%	14,400
19,200	24,000	1,008	plus	7.20%	19,200
24,000	36,000	1,354	plus	7.60%	24,000
36,000	and over	2,268	plus	7.90%	36,000

Married

If the Amount of Taxable Income Is:		The Amount of Hawaii Tax Withholding Should Be:			
Over:	But Not Over:				Of Excess Over:
\$0	\$4,800	\$0	plus	1.40%	\$0
4,800	9,600	67	plus	3.20%	4,800
9,600	19,200	221	plus	5.50%	9,600
19,200	28,800	749	plus	6.40%	19,200
28,800	38,400	1,363	plus	6.80%	28,800
38,400	48,000	2,016	plus	7.20%	38,400
48,000	72,000	2,707	plus	7.60%	48,000
72,000	and over	4,531	plus	7.90%	72,000

7. Divide the annual Hawaii income tax withholding by 26 to obtain the biweekly Hawaii income tax withholding.