

**GEMINI ACCOUNTING PROGRAM PAYROLL DEDUCTION UPDATE**

**2009 1<sup>ST</sup> QTR CHANGES FOR GEMINI EARNED INCOME CREDIT PAYMENT DEDUCTION**

The user is responsible for verifying the employee's eligibility to receive EIC payments and to verify that this formula, associated tax tables, and any variables required for proper operation of the formula are correct and updated as necessary to assure proper operation.

The following changes to your EIC Payroll Tax Tables replace the corresponding tables previously included in 2009 IRS Publication 15 (Circular E, *Employer's Tax Guide*) and are effective upon receipt for the remainder of calendar year 2009. You should begin using the updated withholding information as soon as possible for wages paid after Feb 21, 2009 but no later than 1 April 2009. New tables will be published in IRS Publication 15-T, *New Wage Withholding and Advance Earned Income Credit Payment Tables (For Wages Paid Through December 2009)* and will be mailed out to employers in March 2009.

New Payroll deduction table data is extracted from IRS Notice 1036, *Early Release Copies of New Wage Withholding and Advance Earned Income Credit Payment Tables*, dated February 2009, and is a result of the *American Recovery and Reinvestment Act of 2009*. Please update your existing 2009 EIC Payroll tax tables as shown, below. In Gemini, select each company in which you process Payroll:

1. In each company, select **PR | Payroll Setup | Deduction Tables**. Highlight each of the following tables, in turn, and click on **Change**. Update/correct table data as necessary. Select **OK** as each table is updated and **Close** after all tables have been updated. Then go to paragraph 2.

**ADVANCE EARNED INCOME CREDIT PAYMENT TABLES**

Table Name: EIC1  
Description: Adv EIC Pmt Table 1 (S/HoH)

Lower Limit	Fixed Amount	Variable Rate
0.00	2.00	0.0000
8,950.00	3.00	0.0000
<b>16,420.00</b>	4.00	0.0000
<b>35,464.00</b>	1.00	0.0000

Table Name: EIC2  
Description: Adv EIC Pmt Table 2 (M-1S w/W-5)

Lower Limit	Fixed Amount	Variable Rate
0.00	2.00	0.0000
8,950.00	3.00	0.0000
<b>21,420.00</b>	5.00	0.0000
<b>38,584.00</b>	1.00	0.0000

Table Name: EIC3  
Description: Adv EIC Pmt Table 3 (M-2S w/W-5)

Lower Limit	Fixed Amount	Variable Rate
0.00	2.00	0.0000
4,475.00	6.00	0.0000
<b>10,710.00</b>	7.00	0.0000
<b>19,292.00</b>	1.00	0.0000

Table Name: EIC4  
Description: Adv EIC Tax Formula Work Table

Lower Limit	Fixed Amount	Variable Rate
4.00	16,420.00	0.0000
5.00	<b>21,420.00</b>	0.0000
7.00	<b>10,710.00</b>	0.0000

2. There are no changes to the **EICPMT** payroll deduction which was updated after closing December 2008. However, you may wish to verify the deduction is correct. Select **PR | Payroll Setup | Master Deductions**. Highlight the EIC deduction formula and select **Change | Formula**. Change the maximum annual cutoff amounts for Variables TTFC3 and TTFC4 to be as shown below:

TTFC3 = 1,826.00;"Maximum annual EIC payment amt-all except married filing joint, both w/income"  
TTFC4 = 913.00;"Maximum annual EIC payment amt for married filing joint, both w/income"