

TEMPORARY SCHOOL STAFF

FEDERAL TAX WITHHOLDING INFORMATION

Please find attached the Federal and Michigan W-4s to change your exemptions.

Please also find attached a copy of the IRS circular E listing your federal tax amount based on your gross pay, semi-monthly pay period and exemptions. Please also note information below regarding the American Recovery and Reinvestment Act of 2009.

CHANGES IN FEDERAL INCOME TAX WITHHOLDING

As of **check date March 13th2009** will be the first pay date affected by the recently enacted American Recovery and Reinvestment Act of 2009 which signed into law by President Obama on February 17, 2009. As a result many employees will notice a decrease in the amount of federal taxes withheld from you pay. While the amount of decrease will vary for each effected employee, generally the reduction on a bi-weekly basis will range from \$0.00 to \$30.77, depending on your earnings and filling status of single or married. According to the IRS many higher-income taxpayers will see little or no changes in their take home pay. The reduction phase out for taxpayers with adjusted gross income between \$75,000 and \$95,000 for single filers or between \$150,000.00 and \$190,000.00 for married filers. The legislation affects federal withholding only. There is no change to state and local income tax withheld from your wages.

OPTION

The payroll system is calculating your federal tax correctly.

We can only make changes to your exemptions, specify an additional dollar amount to be deducted each pay period, or change to a percentage deduction. If you would like to make a change, please fill out the attached W-4s and forward to me via, fax, mail or email.

My contact information is listed below.

Thank you,

Pamela A. Klink

Temporary School Staff

P.O. Box 1547

Dearborn, MI.

48121-1547

Phone: 248-360-9544

Fax: 248-360-9662

Email: pakdjk@sbcglobal.net