

## State Standard Deduction

**PROGRAM NAME:** PRSTATED

**MENU OPTION TITLE:** State Standard Deduction

**MAIN MODULE:** PAYROLL

**HELP KEY ACTIVE:** YES

## PROGRAM OVERVIEW

Not all states will need to have this information. States with a calculation code of 4,5 & 7 do for example. You will need to have set up the states in {PRSTTAX} prior to running this program

NOTE: All information required here can be found in the individual state circular.

## PROGRAM OPERATION

**State:** This must be a valid state set up as discussed above.

**Type:** Enter either <S>ingle or <M>arried.

**Standard Deduction %:** This would be the normal deduction percentage that corresponds to the particular type entered.

**Federal Deduction %:** The deduction percentage allowed for federal income tax.

**Minimum Area Gross Amount:** The minimum gross amount that must be met before taxes are calculated.

**Standard Deduction:** This is the minimum dollar amount to be deducted after the minimum gross amount has been met. If the gross amount is between the minimum and maximum amounts, the calculation will use the standard deduction % to calculate the amount to be deducted. If this result is greater than the maximum deduction amount, the maximum deduction will be used. If this result is between the minimum and the maximum deduction, the resulting amount will be used.

**Maximum Area Gross Amount:** The maximum gross amount that will be used for calculating any taxes.

**Standard Deduction:** The maximum dollar amount to be deducted for the particular type.