



Local Payroll Tax Recalculation Accelerator

Many local governments have instituted payroll taxes that have monthly maximums. For weekly, bi-weekly and semi-monthly payrolls, this presents a requirement to check previous payments during the month—which Microsoft Dynamics® GP does not support natively. The McGladrey Local Payroll Tax Recalculation Accelerator automates this look-back process and automatically adjusts local tax deductions accordingly.

This program was created to add the capability to recalculate employee local tax during a payroll check run. These taxes are also referred to as

“occupational privilege taxes.” This program works on the premise that each hourly and salaried employee will be charged the “local tax” each payroll processing period during the “build checks” and “calculate checks” routines. Prior to the “print checks” routine, this program must be executed for each local tax to “back out” the withholding if either:

- The employee has not earned the minimum taxable wages for the month
- The employee has already paid the tax for the month

Month	Withholding	Taxable Wages	Month	Withholding	Taxable Wages
Jan	\$0.00	\$0.00	Jul	\$0.00	\$0.00
Feb	\$5.75	\$1,203.00	Aug	\$0.00	\$0.00
Mar	\$0.00	\$0.00	Sep	\$0.00	\$0.00
Q1	\$5.75	\$1,203.00	Q3	\$0.00	\$0.00
Apr	\$0.00	\$0.00	Oct	\$0.00	\$0.00
May	\$0.00	\$0.00	Nov	\$0.00	\$0.00
Jun	\$0.00	\$0.00	Dec	\$0.00	\$0.00
Q2	\$0.00	\$0.00	Q4	\$0.00	\$0.00
Year to Date		\$5.75	\$1,203.00		

User ID: sa
 Build Status: Calculated
 Type of Pay Run: Regular
 Build Date: 02/15/2014
 Build Time: 1:15:31 PM
 Warnings Exist: No
 Errors Exist: No

Payroll Month: 2
 Payroll Year: 2014

Local Tax Code: DNHEAD
 Description: Denver Occup. Privilege Tax
 Tax Amount: \$5.75
 Earnings Minimum: \$500.00

Liability Account: 000 - 21 66 - 00
 Description: Denver City Withholding Tax Payable

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