





## EY Payroll NewsFlash

### Workforce Tax Services

*Tax. Benefits. Human Resources.  
Working together with you.*



 Contact us for more information

 Join us on LinkedIn

Vol.23, 052  
May 5, 2022

## Alabama Department of Revenue issues revised income tax withholding tables for 2022

In late April, the Alabama Department of Revenue issued revised [\*Withholding Tax Tables and Instructions for Employers and Withholding Agents\*](#) to reflect changes to the standard deduction and dependent exemption amounts under legislation enacted in 2022. The personal income tax rates are unchanged.

The revised income tax withholding tables are effective immediately.

Specifically, Governor Kay Ivey signed into law [\*H.163\*](#), which retroactive to January 1, 2022:

- Increases the standard deduction for married taxpayers filing a joint return by \$1,000, and for single, head of family and married filing separately taxpayers by \$500
- Increases the gross income qualifying threshold for the \$1,000 dependent exemption from \$20,000 to \$50,000, allowing more taxpayers to qualify

H. 163 was one of several tax bills enacted in 2022 to provide tax relief to Alabama workers, farmers, retirees, and others. ([\*Governor Ivey press release, April 11, 2022.\*](#))

**Contact us for more information**

**Workforce Tax Services - Employment Tax Advisory Services**

**Kristie Lowery**

[kristie.lowery@ey.com](mailto:kristie.lowery@ey.com)

**Ken Hausser**

[Kenneth.hausser@ey.com](mailto:Kenneth.hausser@ey.com)

**Debera Salam**

[debera.salam@ey.com](mailto:debera.salam@ey.com)

The information contained herein is general in nature and is not intended, and should not be construed, as legal, accounting or tax advice or opinion provided by Ernst & Young LLP to the reader. The reader is also cautioned that this material may not be applicable to, or suitable for, the reader's specific circumstances or needs, and may require consideration of non-tax and other tax factors if any action is to be contemplated. The reader should contact his or her Ernst and Young LLP or other tax professional prior to taking any action based upon this information. Ernst & Young LLP assumes no obligation to inform the reader of any changes in tax laws or other factors that could affect the information contained herein. Copyright 2022. Ernst & Young LLP. All rights reserved. No part of this document may be reproduced, retransmitted or otherwise redistributed in any form or by any means, electronic or mechanical, including by photocopying, facsimile transmission, recording, rekeying, or using any information storage and retrieval system, without written permission from Ernst & Young LLP.