

Foundations of Payroll Certificate Program

2019 Course Outline*

What Does the Payroll Department Do? (1.5 Hours)

- Pay employees
- Deduct, withhold, and deposit taxes
- Report to federal, state, and local tax authorities
- Pay federal and state unemployment taxes
- Deduct, withhold, and pay child support and other garnishments
- Deduct and withhold employees' benefit contributions
- Create and retain payroll records
- Provide support to auditors
- Explain impact of payroll issues on employees' pay

Who Is an Employee? (1.0 Hour)

- Independent contractors vs. employees
- Common law test
- Misclassification problems
- New employees' form
 - Form I-9
- Resident/Nonresident Aliens/Expatriates

How Are Employees Paid (FLSA)? (6.0 Hours)

- What is the significance of exempt and nonexempt employees?
- Calculating pay
- Minimum wage
- Tips and tip credit
- Shift differentials
- Special payment issues
- Calculating overtime
 - What are hours worked?
 - Workweek definition
 - What is included in the regular rate of pay?
- Hospital/nursing home differences
- Overtime for public sector employees
- Calculating final pay
- Calculate overpayments

What Withholding Is Required? (7.0 Hours)

- What wages are subject to withholding?
- Factors affecting withholding
- Form W-4
- Federal income tax withholding
 - Wage-bracket method
 - Percentage method
 - Supplemental wages
- Social security/Medicare tax withholding
 - Tax rates
 - Employer portion
 - Additional Medicare tax for highly compensated employees
- Withholding issues
 - Constructive payment
 - Deceased employees
 - Employer-paid taxes/gross-up issues
- Multi-state taxation rules

An Introduction to Deferred Compensation Arrangements (1.0 Hour)

- Qualified plans
 - 401(k) and 403(b) plans
- Nonqualified plans
 - 457(b) plans

An Introduction to Cafeteria Plans (1.0 Hour)

- Requirements and options
- Tax implications
- Flexible spending arrangements

What Benefits Are Taxable? (3.0 Hours)

- Nontaxable benefits
- Imputing income
- Defining fair market value
- Calculating taxable benefits
 - Company vehicles
 - Group-term life insurance
- Relocation benefits
- Prizes and awards
- Gift cards/certificates
- Educational assistance

Deductions From Pay (3.0 Hours)

- Voluntary deductions
- Involuntary deduction calculations
 - Priority
 - Disposable earnings/take-home pay
 - Child support
 - Federal tax levies
 - Creditor garnishments

Depositing Taxes (1.0 Hour)

- Deposit schedules
- Frequency
- Special circumstances
 - Holidays
 - Quarter-ends
 - Shortfall deposits
- Making the deposit

Preparing the Payroll and Tax Returns (2.0 Hours)

- Complete tax returns
 - Form 941
 - Form W-2
- Federal unemployment tax
 - Form 940
 - Deposits
- Reconciliation of Forms 941 and W-2
- Penalties

Methods of Payment (1.0 Hour)

- Checks
- Direct deposit
- Payroll cards

Payroll Accounting (1.0 Hour)

- Stop payment of checks
- Accounting statements
- Types of accounts
- Double entry accounting
- Accounting periods
- Accruals/reversals
- General ledger reconciliation
- Payroll balancing

Recordkeeping (0.5 Hour)

- Payroll master file
- Retention requirements
- Penalties