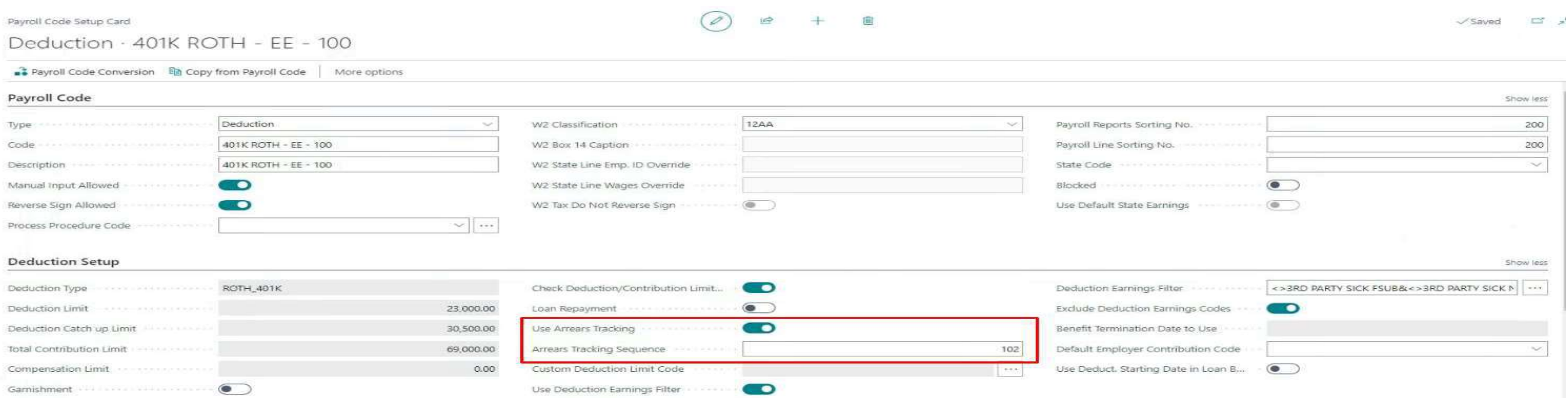
Deductions for 100% Net 401K Deductions

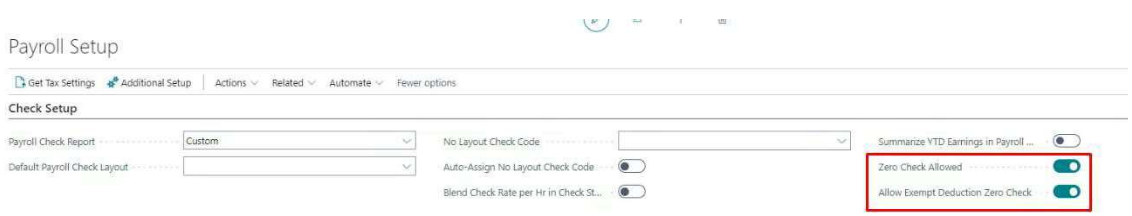
Modified on: Tue, 23 Apr, 2024 at 3:16 PM

<u>Deductions for 100% Net 401K Deductions are required to be set up as separate payroll codes from 401K deductions that are not 100%.</u>

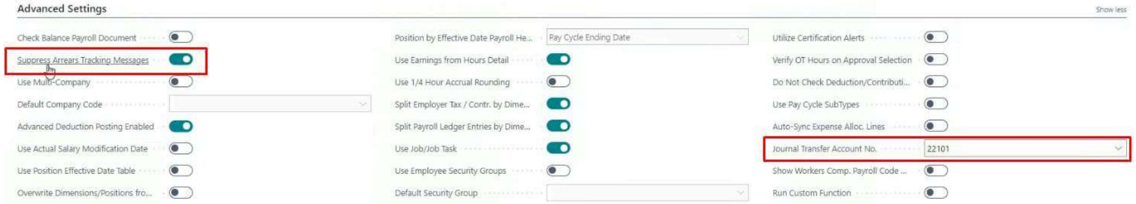
The NEW Deduction cards for the 100% 401K deductions require USE ARREARS TRACKING to be on and fill in Arrears tracking Sequence with a number like 100, 101:



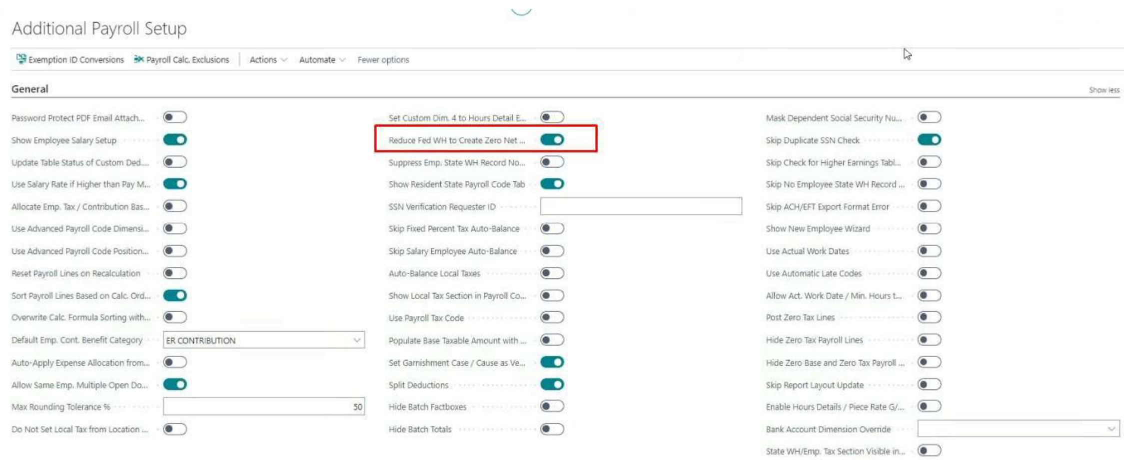
Payroll Setup requires in the Check Setup – ZERO CHECK ALLOWED and ALLOW EXEMPT DEDUCTION ZERO CHECK to be turned on:



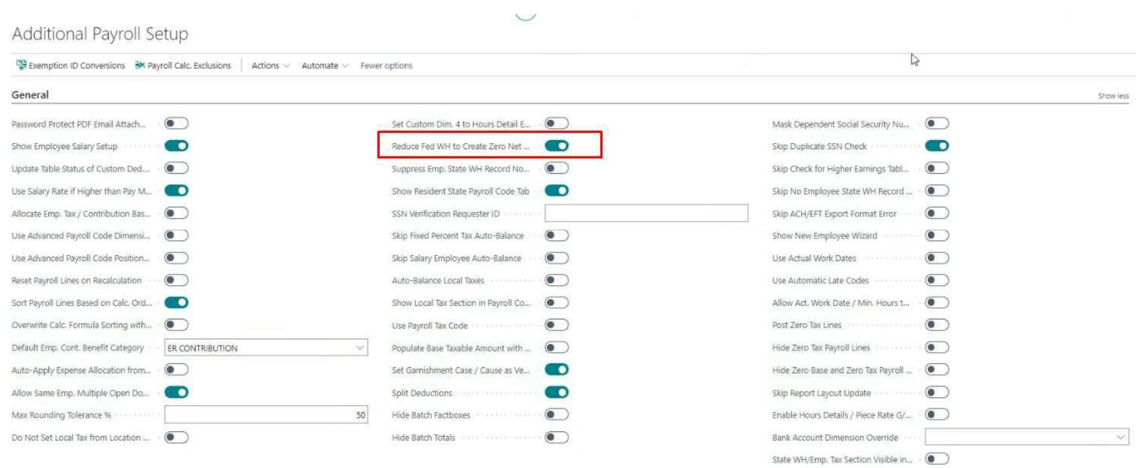
Payroll Setup requires in the Advanced Settings – turn on SUPPRESS ARREARS TRACKING MESSAGES and make sure there's a GL in Journal Transfer Account No.:

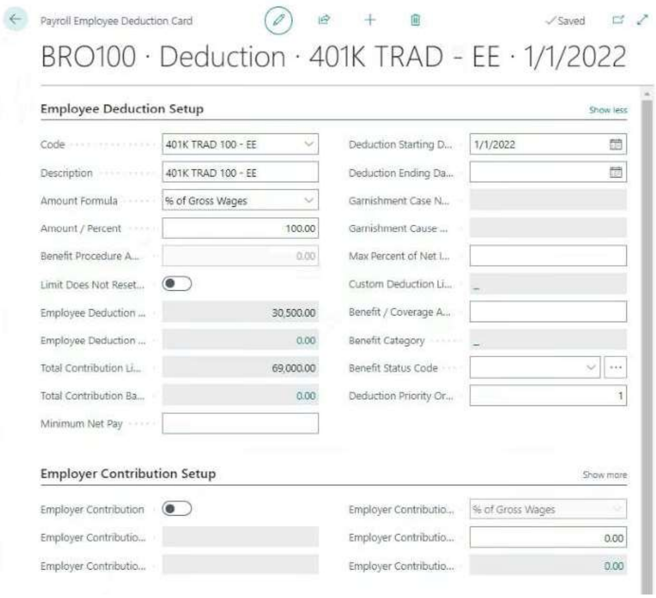


Payroll Setup requires in the Payroll Code Setup nothing in the Arrears code fields:



In ADDITIONAL SETUP – you must turn on REDUCE FED WH TO CREATE ZERO NET CHECK:





The employee’s deduction card must be one of the 100% payroll codes with the Amount formula as % of Gross Wages and Amount/Percent as 100