Service Request 16933

This release is a follow up to Postdoctoral Scholar changes issued for the Payroll Compute process in Release 1612. The modifications contained in this current release address two areas of concern for Description of Service (DOS) “FEL” payments issued to Non-Resident Aliens.

First, it has been determined that FEL payments are subject to neither State Withholding Taxes (SWT) nor standard W2 State Gross reporting. Towards this end, a DOS Table update is supplied which will change the SWT Subject Gross Indicator for FEL to a value of ‘N’ (i.e., not subject). Note, however, that any Domestic Partner Imputed Income associated with individuals receiving FEL payments will continue to be applicable to SWT withholding/reporting.

Second, when a FEL payment is issued to an individual whose Citizenship Code is “N” (Non-Resident Alien), any Domestic Partner Imputed Income associated with the individuals PAR issuance will be added to the YTD Fellowship Gross. (Note that for these individuals, imputed income will continue to be applied to FWT Gross as applicable).

Programs

PPNETDTK

Currently, module PPNETDTK will, as long as the individual is not Federal Tax Exempt (i.e., Federal Tax Exemptions = 999), add Domestic Partner Imputed Income to YTD Fellowship Gross when FEN or PDW earnings are present without FEL or PDD earnings. Otherwise, the imputed income is added to the individual’s FWT Gross.
Module PPNETDTK (called by PPP400) has been modified so that when the imputed income is added to the individuals FWT Gross, it will also be added to the YTD Fellowship Gross provided that both FEL earnings are present and the Citizenship Code is “N”.

**Table Updates**

**Description of Service Table**

For the “FEL” DOS Table entry, the value of the SWT Subject Gross Indicator is changed from “+” to “N”.

**Installation Instructions**

1. Install the release modified COBOL member PPNETDTK.

2. DB2 pre-compile, compile and link the Dual Use program PPNETDTK into Batch LOADLIB and Online LOADLIB (PPNETDTK does not require a Package Bind).

3. Perform the installation testing.

4. Install object in production.

5. Update the production Control File (CTL) by executing PPP004 using the Description of Service (DOS) Table transaction supplied in CARDLIB member DOSPROD. Note that columns 4 through 6 (DOS Sequence Number) contain the value ‘???’ which must be provided by your campus. Refer to your campus Payroll Manager for the appropriate DOS Sequence Number value.

**Timing of Installation**

The installation of this release is Urgent in order that “FEL” related payments are not inappropriately applied to the YTD State Withholding Gross. Note that the two components (i.e., CTL update and change to PPNETDTK) of this release may be applied independently of one another. Therefore, it is recommended that minimally, the DOS Table update be applied prior to the “MO” compute process for January’s earnings.

If there are any questions, please send electronic mail to Jim.Tuohig@ucop.edu, or call (510)987-0741.

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