



Sage 100 Payroll 2.26

Installation and Upgrade Guide

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What's New in Sage 100 Payroll

This article describes the changes made in Sage 100 Payroll version 2.26 and subsequent updates. For a list of program fixes, see the [release notes](#).

Sage 100 Payroll 2.26.1

The following changes were made in version 2.26.1.

Option to Print Nontaxable Overtime on Check Stubs

In Check Printing, the Print Nontaxable Overtime check box has been added. Select it to print the nontaxable overtime portion of FLSA wages on check stubs for the "no tax on overtime" policy under the One Big Beautiful Bill Act (OBBBA) for tax years 2026-2028.

New Reference Code field in Direct Deposit Maintenance

On the Direct Deposit Maintenance Records tab, the Reference Code field has been added to support financial institutions that require this field for the File Header record lines (record type 1, field 87-94) in an ACH file.

Field Order Changed in Deduction Code Maintenance

For an improved user workflow, the Reset Balance at Year End check box is now after the Standard Limit field in Deduction Code Maintenance.

Sage 100 Payroll 2.26

The following changes were made in version 2.26.


Create Combined Deduction Limit Code

A new task has been added on the Payroll Setup menu: Combined Deduction Limit Maintenance. Use this task to create a combined deduction limit code that includes more than one deduction code. For example, you can create a combined 401K deduction limit

code that includes both regular 401K and 401K Roth deductions, and then apply the combined limit code to employees.

Other changes made include the following:

- The Combined Limit Code field and Combined Limit button have been added in Deduction Code Maintenance.
- The Other field and Other Deduction Detail button have been added in Deduction Detail (accessed on the Employee Maintenance Deductions tab). These features display the combined year-to-date deduction total for the deduction codes in a combined limit code.

 We're listening! This idea was a suggestion on the [Sage 100 ideas site](#). Visit the ideas site to share your ideas and vote for your favorites.

New TTOC Field for One Big Beautiful Bill Act

On the Employee Maintenance Additional tab, the TTOC (Treasury Tipped Occupation Code) field has been added for the One Big Beautiful Bill Act (OBBBA). This code is used to determine if a job is eligible for the "no tax on tips" policy under OBBBA. The code will be used for W-2 printing in tax year 2026.

Additional Time Off Limit

You can now create a second time off limit in the new Addl Hours/Year and Addl Hours to Use fields in Time Off Maintenance. For example, use this enhancement to create an additional time off limit for the Minnesota Earned Sick and Safe Time (ESST).

Changes for No Tax on Overtime for One Big Beautiful Bill Act

In Earnings Code Maintenance, the FLSA Wages Eligible for No Tax on Overtime check box has been added to capture wages that qualify for the "no tax on overtime" policy under the One Big Beautiful Bill Act (OBBBA) for tax years 2026-2028.

Other changes made include the following:

- The Qualified Nontaxable OT field has been added in the Benefits window (accessed from Employee Tax Summary).
- The nontaxable overtime portion line displays in Employee Check Details (accessed from Employee Maintenance Pay History tab).

- The Comment Text and NT OT Wages fields have been added in the secondary grid on the Payroll Data Entry Lines tab.
- The Print Nontaxable Overtime check box has been added in Direct Deposit Stub Printing.
- The qualified nontaxable overtime wages for the pay period and the year-to-date qualified nontaxable overtime wages are available to print in the Check Printing work table on the employee's paycheck stub.

For instructions and overtime examples, see [Set Up FLSA Wages for No Tax on Overtime](#) in Sage 100 help.

Installation Requirement

Payroll version 2.26 can be installed on Sage 100 version 2022 or later.