

January 2011

MEMO TO CLIENTS

There has been a change in the employee rate for social security tax for 2011.

When calculating your employees' payroll checks the proper percentage to use to calculate the social security and medicare tax is 5.65%.

Example: wages are \$ 280.00 x .0565 would calculate to \$ 15.82 for social security and medicare tax

Note: This decrease is for the employee only. The employer's tax liability still remains at .0765%

If you have any questions, you can contact us.

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