



# PAYROLL TAX UPDATE 2011

Payroll Tax Rates for 2011 Payroll Checks Issued after December 31, 2010

<b>FEDERAL</b>	<b>TAX RATE</b>	<b>WAGE CEILING</b>	<b>MAXIMUM AMOUNT</b>
<b>Employee FICA</b>			
Social Security Tax	4.20%	\$ 106,800.00	\$ 4,485.60
Medicare Tax	1.45%	None	Unlimited
<b>Employer FICA</b>			
Social Security Tax	6.20%	\$ 106,800.00	\$ 6,621.60
Medicare Tax	1.45%	None	Unlimited
<b>Self-employed</b>			
Social Security Tax	10.40%	\$ 106,800.00	\$ 11,107.20
Medicare Tax	2.90%	None	Unlimited
Unemployment Insurance (net)	0.80%	\$ 7,000.00	\$ 56.00
<b>CALIFORNIA</b>			
Disability Insurance	1.20%	\$ 93,316.00	\$ 1,119.79
Unemployment Insurance	Varies	\$ 7,000.00	Varies

Any tax information or written tax advice contained herein (including any attachments) is not intended to be and cannot be used by any taxpayer for the purpose of avoiding tax penalties that may be imposed on the taxpayer. (The foregoing legend has been affixed pursuant to U.S. Treasury Regulations governing tax practice.)

The matters highlighted on this website are presented in general terms and cannot be applied without consideration of all circumstances. NSBN will provide additional details upon request and will be pleased to discuss with our clients or their attorneys the possible effects of these matters in specific situations.