

**SOCIAL SECURITY TAX CALCULATION-SELF EMPLOYED & SALARIED
2010**

Last Name: Jones	Self-Employment Tax	
	John	Mary
1 Self-Employment Income	\$5,000	\$0
2 Net of Deduction of 7.65%	4,618	0
3 Other Wages Subject to Full FICA Tax of 6.2%	95,000	30,000
4 Income for Self-Employment Tax up to 106,800	4,618	0
5 Taxable @ 12.4%	573	0
6 Self-Employment Income Taxable	4,618	0
7 Medicare Tax of 2.9%	134	0
8 Total Tax on Self-Employment Income (Lines 5+7)	707	0
9 Federal Tax Reduced by 1/2 Self-Employment Tax	354	0

SOCIAL SECURITY (FICA) TAX & MEDICARE TAX FOR SALARIED INDIVIDUALS

	Social Security Tax	
1 Salary Income for FICA Tax	\$95,000	\$30,000
Max of 106,800	95,000	30,000
2 FICA Tax of 6.2%	5,890	1,860
3 Salary Income for Medicare Tax	95,000	30,000
4 Medicare Tax of 1.45%	1,378	435
5 Total FICA/Medicare Tax (Lines 2+4)	7,268	2,295
6 Total Self-Employment Tax (from line 8 above)	707	0
7 Total Social Security Tax (Lines 5+6)	\$7,975	\$2,295

SUMMARY OF FICA/SELF-EMPLOYMENT TAX & MEDICARE TAX

8 FICA/Self-Employment Tax	\$6,463	\$1,860
9 Medicare Tax	1,512	435
10 Total Social Security Tax	\$7,975	\$2,295

April 27, 2010 02:04 PM

© 2010 Thomson Reuters. All rights reserved.