

**SOCIAL SECURITY TAX CALCULATION-SELF EMPLOYED & SALARIED  
2011**

Last Name: Jones	Self-Employment Tax	
	<u>James</u>	<u>Mary</u>
1 Self-Employment Income	\$10,000	\$0
2 Net of Deduction of 5.65%	9,335	0
3 Other Wages Subject to Full FICA Tax of 4.2%	110,000	35,000
4 Income for Self-Employment Tax up to 106,800	0	0
5 Taxable @ 10.4%	0	0
6 Self-Employment Income Taxable	9,335	0
7 Medicare Tax of 2.9%	271	0
<b>8 Total Tax on Self-Employment Income (Lines 5 + 7)</b>	<b>271</b>	<b>0</b>
9 Federal Tax Reduced by 1/2 Self-Employment Tax	136	0

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

	Social Security Tax	
1 Salary Income for FICA Tax	\$110,000	\$35,000
Max of 106,800	106,800	35,000
2 FICA Tax of 4.2%	4,486	1,470
3 Salary Income for Medicare Tax	110,000	35,000
4 Medicare Tax of 1.45%	1,595	508
<b>5 Total FICA/Medicare Tax (Lines 2+4)</b>	<b>6,081</b>	<b>1,978</b>
6 Total Self-Employment Tax (from line 8 above)	271	0
<b>7 Total Social Security Tax (Lines 5+6)</b>	<b>\$6,352</b>	<b>\$1,978</b>

**SUMMARY OF FICA/SELF-EMPLOYMENT TAX & MEDICARE TAX**

8 FICA/Self-Employment Tax	\$4,486	\$1,470
9 Medicare Tax	1,866	508
<b>10 Total Social Security Tax</b>	<b>\$6,352</b>	<b>\$1,978</b>

March 25, 2011 02:16 PM

© 2011 Thomson Reuters. All rights reserved.