



The Division of Financial Operations  
Has Published the Following Article in the  
**January 25, 2011**  
Edition of  
The Principal's Weekly Newsletter



## **PAYROLL ADMINISTRATION MEMORANDUM NO. 11**

Please ensure that your payroll secretary has reviewed the following Payroll Administration Memorandum which can be accessed by [clicking here](#).

### **PAYROLL ADMINISTRATION MEMORANDUM NO. 11**

DATE: January 19, 2011

SUBJECT: **Calendar Year 2010 Social Security and Medicare Tax Rates**

The 2011 Social Security (FICA) and Medicare taxable rates and wage bases are as follows:

#### **Tax Rate Taxable Wages (Maximum)**

<b>Social Security 4.2%</b>	<b>\$106,800.00</b>
<b>Medicare 1.45%</b>	<b>No Ceiling</b>

The Social Security tax rate has been reduced from 6.2 % to 4.2 % so the maximum Social Security tax for 2011 is \$4,485.60.

As there is no ceiling for the Medicare tax, all wages are subject to the 1.45% tax rate.

If you have any questions, please call Payroll Administration at 718-935-