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### Payroll Administration Memorandum Number 7

Number	Date	Subject
7	January 18, 2008	<p><b>Year 2008 Federal Tax Withholding and Social Security/Medicare Tax</b></p> <hr/> <p>This memorandum advises all employees that the annual Federal withholding allowance for exemptions has been increased to \$3,500 for year 2008. It also provides a table of rates/wages for 2008 Social Security (FICA) and Medicare. The maximum Social Security tax will be \$6,324.00 for 2008, and since there is no longer a ceiling for Medicare tax, all wages are subject to the 1.45% tax rate.</p>

Please bring to the attention of your Payroll Secretary the Payroll Administration Memorandum outlined in the chart below. You may access this memorandum by [clicking here](#).

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