



2010 Payroll Tax Information

The following data will assist you in preparing your payroll taxes and ensure that you are making the correct deductions for state and federal taxes.

FICA (Social Security Taxes)

Employers must report base wages for Social Security and Medicare **separately**. IRS Forms 941 and W-2 are divided into two tables to accommodate this change.

- Social Security

Wages subject to tax	\$106,800.00
Employee Withholding Rate	6.2%
Employer Withholding Rate	6.2%
- Medicare

Wages subject to tax	All Wages
Employee Withholding Rate	1.45%
Employer Withholding Rate	1.45%

Federal Income Tax

- Use IRS 2010 E Chart

PUC (PA Unemployment Compensation)

- State Program Members: Contact your County U/C office
- PSAB/UC Program Members: **.08%** Employee Withholding

FUTA (Federal Unemployment Tax)

- Local governments are exempt

Pennsylvania Income Tax

- Withholding rate is 3.07 %

IRS Mileage Allowance

- 2010 - 50 cents per mile

Federal Minimum Wage

- \$7.25 an hour

For questions, please contact:

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