

**SOCIAL SECURITY TAX CALCULATION-SELF EMPLOYED & SALARIED
2008**

Last Name: Jones	Self-Employment Tax	
	James	Mary
1 Self-Employment Income	\$10,000	\$0
2 Net of Deduction of 7.65%	9,235	0
3 Other Wages Subject to Full FICA Tax of 6.2%	90,000	30,000
4 Income for Self-Employment Tax up to 102,000	9,235	0
5 Taxable @ 12.4%	1,145	0
6 Self-Employment Income Taxable	9,235	0
7 Medicare Tax of 2.9%	268	0
8 Total Tax on Self-Employment Income (Lines 5+7)	1,413	0
9 Federal Tax Reduced by 1/2 Self-Employment Tax	707	0

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

	Social Security Tax	
1 Salary Income for FICA Tax	\$90,000	\$30,000
Max of 102,000	90,000	30,000
2 FICA Tax of 6.2%	5,580	1,860
3 Salary Income for Medicare Tax	90,000	30,000
4 Medicare Tax of 1.45%	1,305	435
5 Total FICA/Medicare Tax (Lines 2+4)	6,885	2,295
6 Total Self-Employment Tax (from line 8 above)	1,413	0
7 Total Social Security Tax (Lines 5+6)	\$8,298	\$2,295

SUMMARY OF FICA/SELF-EMPLOYMENT TAX & MEDICARE TAX

8 FICA/Self-Employment Tax	\$6,725	\$1,860
9 Medicare Tax	1,573	435
10 Total Social Security Tax	\$8,298	\$2,295

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