

SS Withholding

As of **January 1, 2011**, the Federal Government passed a new law affecting the amount of **Social Security** to be withheld from Employees' paychecks.

Instead of 6.2% (the old rate), it is **now 4.2%** to be withheld from paychecks.

This rate reduction only applies to **employee paid Social Security**. The employer paid Social Security is still 6.2%.

This changed with new Bush tax cut extension law on December 17, 2010.

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