



THE BARROWS SOLLENBERGER GROUP, PC.

A Professional Accounting Firm providing Accurate Tax, Accounting & Consulting Services.

2020 Payroll Tax Update

Employer and Employee Withholding Rates

	<u>2020</u>	<u>2019</u>
Maximum Social Security Wages	137,700	\$132,900
Maximum Medicare Wages	No Limit	No Limit
Employer Social Security Tax Rate	6.20%	6.20%
Employee Social Security Tax Rate	6.20%	6.20%
Medicare Tax Rate	1.45%	1.45%
Medicare Employee Additional Tax on Wages in Excess of \$200,000 (Single) / \$250,000 (Married)	0.9%	0.9%
Federal Unemployment Compensation:		
Wage Base Per Employee	\$7,000	\$7,000
Employer Tax Rate	0.600%	0.600%
PA Unemployment Compensation:		
Wage Base Per Employee	\$10,000	\$10,000
Employer Contribution Rate <i>(You will be notified by PA UC)</i>	Rates Vary	Rates Vary
Employee PA Unemployment Withholding Tax Rate	0.06%	0.06%
PA Income Withholding Tax		
	3.07%	3.07%
Self Employment Tax Rate		
	15.30%	15.30%
Business Mileage Reimbursement Rates		
	\$0.575	\$0.58
Local Income Tax Withholding (Franklin Co.)		
Resident Within the Jurisdiction of CASD	1.70%	1.70%
Resident Outside the Jurisdiction of CASD*	1.00%	1.00%
LST (Local Services Tax) (Based on Employers Location)		

\$52.00 Annual Rate**

\$10.00 Annual Rate

- | | | |
|------------------------|------------------------------|---|
| ◇ Antrim Township | ◇ Metal Township | ◇ CASD (Greene, Hamilton, Letterkenny, & Lurgan) |
| ◇ Chambersburg Borough | ◇ Montgomery Township | ◇ SASD (Hopewell, Newburg, Southampton, & Orrstown) |
| ◇ Greencastle Borough | ◇ Peters Township | |
| ◇ Guilford Township | ◇ Shippensburg Borough & Twp | |
| ◇ Mercersburg Borough | ◇ Waynesboro Area SD | |

239 Lincoln Way East, Chambersburg, PA 17201

(717) 267-3572 Office (717) 267-3345 Fax www.bsgwealth.com

*Please confirm jurisdiction if a resident outside of CASD.

**Collect at a maximum weekly rate of \$1.00.

All PA local withholding and LST rates by municipality can be found at

<https://munstats.pa.gov/Public/FindLocalTax.aspx>

Information current as of **01/02/2020**. Visit our website www.bsgwealth.com/resources for any additional revisions.