

Social Security Reimbursement - 2017

For Tax Year 2017, the Self-Employment Tax rate is 12.4 %

The maximum income at the Full Self-Employment rate is \$ 127,200

The Medicare Tax rate stays at 2.9 % (with no maximum)

For a total of 15.3 %

Year 2017

Social Security Reimbursement is based on \$120,000.00

\$120,000.00 *times* 15.3% \$18,360.00

(The \$18,360.00 itself is subject to the tax.)

\$7,200 *of the* \$18,360.00 *times* 15.3% \$1,101.60

the maximum at full rate is \$127,200.00

\$11,160.00 *times* 2.9% \$323.64

\$18,360.00 less \$7,200.00

\$1,425.24 *times* 2.9% \$41.33

\$1,101.60 plus \$323.64

Total Reimbursement \$19,826.57

Total \$139,826.57

(Compensation & Tax) \$120,000.00 plus \$19,826.57