

Problem 12: FICA

The annual salaries paid each of the officers of Maxturn, Inc. follow. The officers are paid semimonthly on the 15th and the last day of the month. Compute the FICA taxes to be withheld from each officer's pay on (a) October 13 and (b) December 29. OASDI tax rate is 6.2% with a \$93,000 wage base. HI tax rate is 1.45%.

		October 13			
Name and Title	Annual Salary	OASDI Taxable Earnings	OASDI Tax	HI Taxable Earnings	HI Tax
Tate, Jack, President	\$120,000				
Green, Sue, VP Finance	93,600				
Jones, Al, VP Sales	69,600				
David, James, VP Manufacturing	54,000				
Wong, Pam, VP Personnel	51,600				
Molt, Mary, VP Secretary	49,200				

		December 29			
Name and Title	Annual Salary	OASDI Taxable Earnings	OASDI Tax	HI Taxable Earnings	HI Tax
Tate, Jack, President	\$120,000				
Green, Sue, VP Finance	93,600				
Jones, Al, VP Sales	69,600				
David, James, VP Manufacturing	54,000				
Wong, Pam, VP Personnel	51,600				
Molt, Mary, VP Secretary	49,200				