

2017 Fast Wage and Tax Facts



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FEDERAL

MINIMUM WAGE

	Effective 7/24/09
Minimum Wage	\$7.25
Minimum Cash Wage (Tipped Employee)	\$2.13
Maximum Tip Credit	\$5.12
Youth Minimum Wage	\$4.25

FICA (MEDICARE)

Maximum Taxable Earnings	No Limit
Employee / Employer Tax Rate (Unchanged from 2016)	1.45%
Additional Medicare Tax Withholding on Wages > \$200,000 (No Employer Match)	0.9%

FICA (SOCIAL SECURITY)

Maximum Taxable Earnings (Increased from \$118,500 in 2016)	\$127,200
Employee / Employer Tax Rate (Unchanged from 2016)	6.2%

FUTA (EMPLOYER-PAID)

Maximum Taxable Earnings	\$7,000
Percent of Taxable Wages	6.0%
Maximum Credit	5.4%
Normal Net Tax	0.6%

SUPPLEMENTAL WAGE / BONUS RATES

Flat rate withholding method (Unchanged from 2016)	25%
Pay over \$1 Million (Unchanged from 2016)	39.6%

HEALTH SAVINGS ACCOUNTS

Self-Only Contribution Limit (Employee & Employer) (Increased from \$3,350 in 2016)	\$3,400
Family Contribution Limit (Employee & Employer) (Unchanged from 2016)	\$6,750
Catch-up Contribution Limit (Employee & Employer) (Unchanged from 2016)	\$1,000

RETIREMENT PLANS

Contribution Limit - 401(k) & 403(b) plans (Unchanged from 2016)	\$18,000
Catch-up Contribution Limit - 401(k) & 403(b) plans (age 50 & older) (Unchanged from 2016)	\$6,000

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NEW JERSEY

MINIMUM WAGE

	Effective 1/1/17
Minimum Wage	\$8.44
Minimum Cash Wage (Tipped Employee) ("Suggested" by State)	\$2.13
Maximum Tip Credit	\$6.31

STATE INCOME TAX

Wage Withholding	Tables
Supplemental Wage / Bonus Rate	No provision, but for pay over \$500,000 withhold at 9.9%

UNEMPLOYMENT INSURANCE

Maximum 2017 Taxable Earnings (Increased from \$32,600 in 2016)	\$33,500
Employee Deduction	0.525%
Workforce Development / Supplemental Workforce	0.0425%
UI Fund	0.3825%
Family Leave Insurance	0.10%
Maximum 2017 Employee Deduction	\$175.88
Employer FY 2018 Tax Rates	0.5 – 5.8%
Standard FY 2018 New Employer Rate (UI-2.6825% + WF/SWF-0.1175%)	2.8%
Voluntary Contribution Permitted	Yes

DISABILITY INSURANCE

Maximum 2017 Taxable Earnings (Increased from \$32,600 in 2016)	\$33,500
Employee 2017 Deduction Rate	0.24%
Maximum 2017 Employee Deduction	\$80.40
Standard FY 2018 Tax Rates	0.1 – 0.75%
New Employer FY 2018 Rate	0.50%

AGENCY WEBSITES

Division of Taxation: www.state.nj.us/treasury/taxation
Dept. of Labor and Workforce Development:
<http://lwd.dol.state.nj.us/labor>

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