

PAYROLL TAX FAQs

What is happening?

- ★ Payroll taxes will be partially suspended from Sept - Dec 2020.

For **Sailors**, this is the amount withheld as "FICA – SOC SECURITY" in the DEDUCTIONS column on your LES.

DEDUCTIONS	
Type	Amount
FEDERAL TAXES	746.54
FICA-SOC SECURITY	575.21
FICA-MEDICARE	134.52
SGLI	25.00
SGLI FAM/SPOUSE	7.00

For **Marines**, this is the amount withheld as "SOCIAL SECURITY" under DEDUCTIONS in the REMARKS portion on your LES.

Remarks	
BROUGHT FWD	.00
ENTITLEMENTS	
BASIC PAY	\$ 2,171.10 TAXABLE FOR FITW, SITW & FICA
BAS (MONTHLY)	372.71
BAH (PARTIAL)	7.80
TOTAL	2,551.61
DEDUCTIONS	
FITW (FED TAX)	163.00
SOCIAL SECURITY	134.61
MEDICARE	31.48

Who does this affect?

- ★ Generally all service members making less than \$4,333 (FICA taxable pay) per paycheck.

What will happen to your paycheck?

- ★ The amount you normally see withheld on your LES would accumulate between Sept - Dec 2020 and must be paid back next year. **You will see reduced pay from Jan - Apr 2021 equal to any increase in pay from Sept - Dec 2020.**

What should you do?

- ★ You should set aside this extra money now and prepare to use the savings to make up for the difference next year.

Can you opt out?

- ★ No.