

# Federal Wage and Tax Facts 2026

## MINIMUM WAGE

Minimum Wage:	7.25
Minimum Cash Wage: (Tipped Employee)	2.13
Maximum Tip Credit:	5.12
Effective: 7/24/09	

## Social Security

Taxable Wage Base:	\$	184,500
Employer Deduction:		6.20%
Employee Deduction:		6.20%
Self-Employment Tax:		12.40%

## Medicare

Taxable Wage Base:	No Limit
Employer Deduction:	1.45%
Employee Deduction (first \$200,000 in wages):	1.45%
Employee Deduction (> \$200,000 in wages):	2.35%
Self-Employment Tax (first \$200,000 in wages):	2.90%
Self-Employment Tax (>\$200,000 in wages):	3.80%

## FUTA (Employer Paid)

Taxable Wage Base:	\$	7,000
Percent of Taxable Wages:		6.00%
Maximum Credit:		5.40%
Normal Net Tax:		0.60%

## Supplemental Wage / Bonus Rates

Flat Rate Withholding Method:	22.00%
Pay over \$1 Million	37.00%

## AGENCY WEBSITES

Internal Revenue Service: [www.irs.gov](http://www.irs.gov)  
Social Security Administration: [www.ssa.gov](http://www.ssa.gov)  
U.S. Dept of Labor: [www.dol.gov](http://www.dol.gov)