



DEFENSE FINANCE AND ACCOUNTING SERVICE
ARLINGTON
1851 SOUTH BELL STREET
ARLINGTON, VA 22240-5291

JAN 20 2005

DFAS-DOP

MEMORANDUM FOR DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE
FINANCE AND ACCOUNTING SERVICE (DFAS-PM/CL)

SUBJECT: Interim Change to the DoDFMR, Volume 7A, Regarding the Calendar Year
FICA Percentages, Maximum Taxable Wages and Maximum Tax
(DFAS Item N-60)

Attached is interim change **02-05** regarding calendar year 2005 FICA percentages,
maximum taxable wages and maximum tax.

This is a routine change and the result of directed action that does not affect existing
policies. A draft of this change was not provided for comments. Assignment of the interim
change number is your authority to initiate a procedural modification to implement this
change. Use the attached to initiate the formal change to the DoDFMR, Volume 7A.

A handwritten signature in black ink, appearing to read "Lydia Moschkin".

Lydia Moschkin
Director, Policy and
Requirements Management

Attachment:
As stated

cc:
DFAS-DDM/CL
DFAS-GAM/DE
DFAS-PMA/CL
DFAS-PMJE/DE
DUSD(C)(ODCFO)(FP)
DUSD(MPP)(Comp)
ODGC(F)
Service Liaisons
USCG/NOAA/PHS Liaisons

DFAS Item Number #N-60

Interim Change 02-05
to DODFMR Volume 7A

1. Add to Table 45-1 to following:

FICA PERCENTAGES AND MAXIMUM TAXABLE WAGES AND MAXIMUM TAX							
Year	Social Security (OASDI) Tax	+	Medicare Hospital Insurance (HI) Tax	=	Total FICA Tax Rate	Maximum FICA Wages	Maximum Tax
2005	6.20					90,000	5,580
			1.45			unlimited	