

## **2007 Rates for OASDI and HI MAX Medicare Ref**

### **Service Request – 81711**

Payroll Coordination

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- The Centers for Medicare and Medicaid Services (CMS) has announced the 2007 Medicare premiums and deductibles. The HI MAX Medicare refund will be raised to \$93.50 from \$88.50.
- The Social Security Administration has announced the 2007 Old Age, Survivors, and Disability Insurance (OASDI) covered wages rate. The OASDI will be raised to \$97,500 from \$94,200. The tax rate will remain 6.2% for covered OASDI wages. (There is also no change in the Medicare tax rates, 1.45% which is applicable to all covered wages.)

Both rates are effective January 1, 2007. Attached is a System Parameter Table form (UPAY 559) displaying the new rates.

