



June 24, 2011

Dear Valued Client:

Beginning July 1, 2011, the effective Federal Unemployment (FUTA) tax rate will be reduced from 0.8 to 0.6 percent for all employers liable for FUTA. Refer to Internal Revenue Service Publication 15 for additional information.

FUTA tax for payrolls with check dates on or after July 1, 2011, will be calculated at the new rate. Payrolls with a check date prior to July 1 will be calculated at the current effective rate of 0.8 percent.

We will make sure this reduced rate is used to calculate your FUTA tax deposits and properly report it on your 2011 Form 940. **No action on your part is necessary at this time.**

If you have any questions, please contact your customer service representative. Thank you for choosing Advantage as an essential partner to your business.

Sincerely,

The Specialists at Advantage
T: 800-440-9033
www.LIAdvantage.com