

STATE CONTROLLER'S OFFICE
PERSONNEL/PAYROLL SERVICES DIVISION
P. O. BOX 942850
Sacramento, CA 94250-5878

DATE: October 21, 2010

PAYROLL LETTER #10-014

TO: All Agencies/Campuses in the Uniform State Payroll System

FROM: Lisa Crowe, Chief
Personnel/Payroll Services DivisionRE: **2010/2011 RETIREMENT EMPLOYER CONTRIBUTIONS**

As a result of the delay in the passage/signing of the 2010/2011 Budget Act, the new Public Employees' Retirement System employer contribution rates were not implemented timely. As such, retirement contributions withheld from payments issued dated July 2 through October 14, 2010 were calculated using the 2009/2010 rates.

Our office implemented an interim "adjusted" rate for the payments issue dated October 15, 2010 through November 1, 2010. These rates will compensate for the differences in withholding of employer contributions during the months of July, August and September. The "adjusted" rates are as follows:

Miscellaneous-1st Tier	28.937%
Miscellaneous-2nd Tier	28.277%
State Industrial	20.979%
State Safety	28.391%
Highway Patrol	45.186%
Peace Officer/Firefighter	38.004%

For payrolls issue dated November 2, 2010 and thereafter, the employer rates in the 2010/2011 Budget Act will be used and are as follows:

Miscellaneous-1st Tier	19.922%
Miscellaneous-2nd Tier	19.622%
State Industrial	18.183%
Safety	20.672%
Highway Patrol	32.625%
POFF	28.887%

If you have any questions regarding this Payroll Letter, agencies should call Payroll Liaison at (916) 323-3081. Campuses should call CSU Payroll Liaison at (916) 322-7980.

LC:CJ:SACS