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

DATE: August 7, 2012 PAYROLL LETTER #12-013 (CIVIL SERVICE ONLY)

TO: All Agencies in the Uniform State Payroll System

FROM: Lisa Crowe, Chief

Personnel and Payroll Services Division (PPSD)

RE: 2012 STATE DISABILITY INSURANCE (SDI) RATES

Late last year, the Employment Development Department announced the 2012 SDI withholding rate and the annual taxable wage limit. The rate was decreased to 1.0% while the annual taxable wage limit per employee was increased to \$95,585. This change took effect with payments issued on or after January 1, 2012. Due to an oversight, the Payroll Letter notifying agencies of the changes was not issued although the new rate and wage limit were implemented within the payroll system timely.

If you have any questions regarding this letter, please contact Sylvia Fernandez at (916) 323-4923 or SFernandez@sco.ca.gov.

LC: JD: TSS