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

DATE: December 18, 2013 PAYROLL LETTER #13-019 (CIVIL SERVICE ONLY)

TO: All Agencies in the Uniform State Payroll System

FROM: Lisa Crowe, Chief

Personnel and Payroll Services Division (PPSD)

RE: STATE DISABILITY INSURANCE (SDI) – ADJUSTMENTS BEING ISSUEDY

Per Payroll Letter # $\frac{13-010}{12}$, SDI gross subject wage calculations for prior years have been modified and additional adjustments will be issued on December 20, 2013. Please see Payroll Letter # $\frac{12-010}{12}$ for details on the calculation.

A memo for impacted employees is attached. Please include this memo with your distribution of these payroll warrants or advice slips.

If you have any questions regarding the SDI adjustment refund, please contact John Ochoa at jochoa@sco.ca.gov.

LC:JR

Attachment

TO ALL EMPLOYEES: The State Controller's Office is correcting the errors of a prior administration with regards to the calculation of the SDI gross wage base. Until the Fall of 2012 this calculation did not take into consideration pre-tax deductions made under the State's Flex Elect program. These errors were corrected in October 2012 and impacted employees received adjustments from June 2012 through September 2012. The payment you are receiving is a retroactive adjustment made for the period of August 2010 through May 2012 which is the maximum period allowed by current law.

This payment will be dated December 20, 2013. If you have questions regarding this refund please contact your Human Resources Office.D PDW5355.