**State of California**

**M E M O R A N D U M**

To: PERSONNEL MANAGEMENT LIAISONS

Date: February 11, 1991
Reference Code: 91-08

**THIS MEMORANDUM SHOULD BE DISTRIBUTED TO:**

**ACCOUNTING OFFICERS, PERSONNEL OFFICERS AND PERSONNEL TRANSACTION STAFF**

From: **Department of Personnel Administration**
**Savings Plus Program**

Subject: 1991 401(k) Thrift Plan Contribution Limit

Effective January 1, 1991 the annual contribution limit has been increased to $8,475.00 for employees participating in the 401(k) Thrift Plan. In addition, employees who earned over $56,990 in wages from the State of California during 1990 are not eligible to contribute to the 401(k) Thrift Plan during 1991. To determine if you are eligible, refer to box #10 of the W-2 Wage and Tax Statement you received from your payroll office. Eligibility and contribution limits are determined each plan year and increases are based on the National Consumer Price Index. Future year limits will be available by mid-January each year.

Patricia Pavone, Chief
Benefits Division

RTD/DC-012