

Chico State Enterprises Announcements
Thursday, January 7, 2021

SDI (State Disability Insurance) Tax Increase for 2021

The California Employment Development Department (EDD) has announced that the 2021 employee contribution rate for State Disability Insurance (SDI) will increase from 1.0% to **1.2%**, and the taxable wage base from which the contributions will be taken will increase from \$122,909 to **\$128,298**. The maximum annual cost to an employee will be **\$1,539.58**.

Please be aware that you will see this change go into effect on the first pay date of the new year which represents the time worked from December 16 through December 31, 2020.