



CalSavers Enrollment Deadline Postponed to September 30

April 15, 2020

The CalSavers Investment Board voted unanimously today to delay the enrollment deadline for employers with more than 100 employees from June 30, 2020 to September 30, 2020 due to the COVID-19 disruption to businesses.

The 2021 and 2022 enrollment deadlines for smaller companies remain unchanged.

What is CalSavers?

Many states are launching “state-run” retirement programs and California is no exception. The California program is called “CalSavers.” This is a state-mandated program with penalties for non-compliance. All employers must eventually participate if they do not have a retirement program that would exempt them by the appropriate deadlines.

Specifically, CalSavers is:

A state mandated automatic ROTH IRA contribution program, including

- An automatic ROTH contribution rate of five percent of pay for those age 18 and employed at least 30 days,
- An automatic escalation by one percent per year to a maximum of eight percent, and
- An opt-out option for the individual employee to elect a different amount, choose not to escalate, or completely opt-out of the program.

More information is available at www.calsavers.com.