



State of New Jersey

DEPARTMENT OF THE TREASURY
DIVISION OF PENSIONS AND BENEFITS
P. O. Box 295

TRENTON, NEW JERSEY 08625-0295
Telephone (609) 292-7524 / Facsimile (609) 777-1779
TRS 711 (609) 292-6683
www.nj.gov/treasury/pensions

ELIZABETH MAHER MUOIO
State Treasurer

JOHN D. MEGARIOTIS
Acting Director

PHILIP D. MURPHY
Governor

SHEILA Y. OLIVER
Lt. Governor

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TO: Certifying Officers of the Alternate Benefit Program (ABP)

FROM: Edward Wade, Manager
New Jersey Division of Pensions & Benefits (NJDPB)

SUBJECT: **Updated ABP Contributions Limits under P.L. 2018, c. 14 (Chapter 14)**

P.L. 2010, c. 31 (Chapter 31) established a limit on employer contributions to the Alternate Benefit Program (ABP) by providing that there would be no contributions based on any portion of salary that was in excess of the statutory maximum for Executive Branch department heads. Therefore, employers would contribute at a rate equal to 8 percent of the member's base salary not to exceed the maximum annual salary of \$141,000 per calendar year.

P.L. 2018, c. 14 (Chapter 14) increased the annual to \$175,000 effective July 1, 2018. Employers should note the increase in the maximum salary limit for which employer pension contributions can be made for members of the ABP.

Additional Information

If you have additional questions regarding Chapter 14, or any of the information provided in this letter, contact the NJDPB's Office of Client Services at (609) 292-7524, or send an email to: pensions.nj@treas.nj.gov