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2011 Pension Plan Increases and Thank You

2011 Pension Plan Increases

The Internal Revenue Service and the Social Security Administration have recently announced the 2011 Pension Plan cost-of-living increases. For your convenience and reference, they are listed below, along with the 2010 limits, which are shown for comparison purposes. For the second year in a row, the amounts shown in both columns are the same, i.e., there is no cost-of-living increase for 2011 for these items.

Item	2011	2010
1. Maximum contribution to a 401(k) Plan	\$ 16,500	\$ 16,500
2. Additional 401(k) Plan Catch-Up Contribution (for participants age 50 and over)	5,500	5,500
3. Maximum Profit Sharing Plan contribution for a participant*	49,000	49,000
4. Maximum 401(k) and Profit Sharing Plan contribution for a participant age 50 or older*	54,500	54,500
5. Maximum Defined Benefit Pension Plan Benefit (Dollar Limit payable at ages 62 to 65)	195,000	195,000
6. Maximum compensation that can be used for Plan purposes	245,000	245,000
7. Highly Compensated Employee Compensation Threshold	110,000	110,000
8. Social Security Taxable Wage Base	106,800	106,800

Please note that the defined benefit contribution may be higher than the maximum profit sharing and 401(k) amounts shown above. Please contact us if you want to contribute more than these amounts.

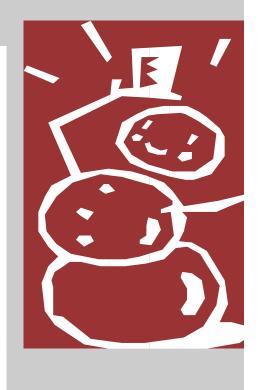
2011 Pension Plan Increases continued

Ordinarily, as part of the services we provide, we would automatically incorporate any applicable cost-of-living increases when we prepare your 2011 valuation. Obviously, since there are no cost-of-living changes, there are no automatic Plan changes. Therefore, if you would like to change (either increase or decrease) your 2011 contribution, you should let us know as soon as possible. The earlier we know, the more alternatives that may be available. Do not hesitate to contact us if you have any questions. Let us know what you want.

Thank You

A number of clients have complimented us on the quality of our services. If you are pleased with our services, please recommend us to your friends and associates. If you are unhappy with a service that we have provided, then it is important that you let us know so that we can correct the problem and improve our services. We look forward to your input, appreciate your referrals and welcome new clients.

Thank you for giving us the opportunity to provide services on your behalf. May 2011 be better than 2010, and may you, your staff and your family enjoy a happy, healthy and prosperous 2011.



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