STATE CONTROLLER'S OFFICE PERSONNEL AND PAYROLL SERVICES DIVISION P.O. BOX 942850 SACRAMENTO, CA 94250-5878

DATE: September 30, 2013 PAYROLL LETTER #13-013 (CIVIL SERVICE ONLY)

TO: All Agencies in the Uniform State Payroll System

FROM: Lisa Crowe, Chief

Personnel and Payroll Services Division (PPSD)

RE: BARGAINING UNIT 12 AND 16 OTHER POST-EMPLOYMENT BENEFITS (OPEB) PREFUNDING

In accordance with Bargaining Unit 12 and 16 contracts' side letters and, CalHR's Policy Memo (PML) 2013-025, the State Controller's Office began withholding Other Post Employment Benefits (OPEB) contributions effective with the August 2013 pay period.

Due to unforeseen circumstances, this change was not implemented in time to withhold contributions from the July 2013 monthly pay period (i.e., Negative Pay). Therefore, OPEB deductions for the July 2013 pay period will be withheld from the September 2013 pay period (in addition to the deduction for the September pay period).

OPEB deductions for positive paid employees will be taken one month in arrears. Therefore, the deduction for the August pay period will be taken from the September pay period (in addition to the deduction for the July pay period).

For additional information regarding OPEB contributions, please reference Cal HR PML 2013-025. If you have any questions regarding this letter, please contact Jennifer Williams at (916) 445-9075 or by email at jlwilliams@sco.ca.gov.

LC:MB:PMAB