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

DATE: August 12, 2010

PERSONNEL LETTER #10-016 (CIVIL SERVICE ONLY)

TO: All Agencies in the Uniform State Payroll System

FROM: Lisa Crowe, Chief Personnel and Payroll Services Division (PPSD)

RE: 2010 FURLOUGH PROGRAM PAY REDUCTION SUSPENSION

On August 9, 2010, the Alameda County Superior Court issued a temporary restraining order (TRO) suspending the new furlough program established by the Department of Personnel Administration (DPA) in response to the Governor's Executive Order S-12-10. Subsequently, DPA released a memo dated August 12, 2010 cancelling the furlough Friday's pending further court hearings. As a result of these events, the State Controller's Office (SCO) will remove the furlough pay differential earnings identifier (EID) that were recently added to the employment history (EH) records of employees paid bi-weekly or semi-monthly per Personnel Letter #10-015.

The 350 transaction that resulted in the EH updates establishing the furlough pay differential EID will be eliminated. This will be accomplished via a 350E transaction that will be manually processed by SCO's PPSD staff. The manual update process began today Friday, August 13, 2010 and should be completed by Monday, August 16, 2010. Turnaround (TAD) PARs will be issued from the update process and released as records are updated. Further, salary adjustment payments will be issued to employees who received their first half semimonthly August 2010 payroll at the furlough reduced salary rate. The majority of the adjustment payments should be issued in Monday's, August 16, 2010, payroll cycle (issue date 08/17/2010) or thereafter once the EH record is updated.

Questions regarding the furlough program should be directed to DPA at (916) 323-3353. If there are any questions regarding the EH update or salary adjustment payments, please contact:

SUBJECT AREA	<u>CONTACT</u>	TELELPHONE NUMBER
Employment History Mass Update	Jeanna Gonzalez	(916) 322-3899
Employment History Mass Update	Personnel Operations Liaison Unit	(916) 322-6500
Payroll Adjustments	Payroll Liaison Unit	(916) 323-3081

LC:PMAB:JG