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TO: MEMBERS, BOARD OF ADMINISTRATION,
 EMPLOYEE/EMPLOYER ORGANIZATIONS,
 MANAGEMENT, STAFF

SUBJECT: 1999 PPPA FACTORS

Our actuarial staff have developed the Purchasing Power Protection Account (PPPA) factors for 1999. Increases (or decreases) based on these factors will be included as part of the monthly retirement warrants to those retirees and beneficiaries who are entitled to receive the PPPA benefits.

The PPPA payments are designed to restore up to a maximum of 75% of the original purchasing power of retirement allowances and are dependent on the availability of funds. The percentage adjustments for 1999 are based on the United States City Average Consumer Price Index. The table shown below provides the factors for the three largest employer groups: the State, Schools and Public Agencies providing 2% of cost-of-living adjustments.

Year of Retirement	State %		Schools %		P.A. w/ 2% COLA	
	1998	1999	1998	1999	1998	1999
1965 or before	45.1	44.5	54.0	53.1	106.6	106.0
1966	49.4	48.5	57.6	56.6	104.9	104.4
1967	51.5	50.9	58.2	57.2	103.3	102.2
1968	51.5	50.9	57.9	57.2	98.9	97.9
1969	51.2	50.6	57.9	56.9	92.8	91.8
1970	50.3	49.4	56.6	55.9	85.6	84.7
1971	50.0	49.1	56.3	55.6	81.6	80.7
1972	50.6	50.0	57.2	56.3	79.0	78.1
1973	49.1	48.5	55.6	55.0	72.0	71.2
1974	47.1	46.2	53.4	52.7	58.2	57.2
1975	39.4	38.6	47.6	47.1	47.6	47.1
1976	37.1	36.4	42.6	41.8	42.6	41.8
1977	31.3	30.7	36.6	35.9	36.6	35.9
1978	24.4	23.8	29.3	28.9	29.3	28.9
1979	14.0	13.5	18.7	18.1	18.7	18.1
1980	2.5	2.0	6.5	6.1	6.5	6.1

If you have any questions regarding these factors or the PPPA program, please contact CalPERS Benefit Services Division at P.O. Box 942716, Sacramento, California 94229-

2716; phone (916) 326-3848 or (800) 352-2238.

Chris Nishioka, Chief
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