

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
LINCOLN PLAZA NORTH
400 Q STREET
SACRAMENTO, CA 95811
NOTICE OF MODIFICATIONS TO TEXT OF PROPOSED REGULATION**

Pursuant to the requirements of Government Code Section 11346.8 (c), and section 44 Title 1 of the California Code of Regulations, the California Public Employees' Retirement System (CalPERS) is providing notice of changes made to proposed regulation Section 555.5, in Article 2, Subchapter 1, Chapter 2 of Division 1 of Title 2 of the California Code of Regulations (CCR).

A Notice of Proposed Regulatory Action was published in the California Regulatory Notice Register 2015, No. 19-Z, File No. Z2015-0427-01, on May 8, 2015. The 45-day comment period commenced on May 8, 2015, and closed June 22, 2015. A total of four submissions were received within the comment period: (1) a letter requesting a public hearing; (2) a request to present oral comments at the hearing; (3) a 61 page document containing multiple comments, as well as numerous attachments; and (4) a request from an employer for a copy of the letter requesting the public hearing. A public hearing was noticed for August 18, 2015 at 9 a.m. One interested party presented testimony and comments regarding the proposed regulatory action. Following the August 18, 2015 hearing CalPERS decided to modify subdivision (c) of section 555.5 of the proposed regulation to adjust, for purposes of the proposed regulation, the time period from 90 calendar days to 45 calendar days in which all payments owed to a participant from a defined benefit plan shall be authorized by the CalPERS board to the Controller after receipt of all information necessary to make the payment. The modification also adjusts from 90 calendar days to 45 calendar days the proviso that if the 45th day falls on a weekend or holiday, the board may authorize the payment to the Controller on the next business day. All changes are reflected in the proposed regulation, attached hereto, with double strikethrough and double underlined text.

If you have any comments regarding the proposed changes, CalPERS will accept written comments between August 20, 2015, and September 4, 2015. All written comments must be submitted to CalPERS no later than 5:00 p.m. on September 4, 2015, and addressed to:

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All written comments received by September 4, 2015, which pertain to the indicated changes will be reviewed and responded to by CalPERS staff as part of the compilation of the final rulemaking file. Please limit your comments to the modifications of the text.