

In the Matter of the Calculation of Final Compensation of:

Bruce Malckenhorst, Sr., Respondent,  
and  
City of Vernon, Respondent

OAH Case No. 2013080917

CalPERS Case No. 2012-0671

EXHIBIT MMM (42 PAGES)

PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
**RECEIVABLE RECORD**

~~3-1-04~~

DEC 2005

**ORIGINAL RECEIVABLE**

EMPLOYER NAME <i>City Of Vernon</i>	EMPLOYER NO 0209	COVERAGE GROUP 70001	MEMBER NAME <i>Malkenhorst, Bruce</i>	SSA NO 
RETIREMENT EFFECTIVE <i>July 1, 2005</i> 6522			BENEFICIARY NAME	SSA NO
PAYMENTS EFFECTIVE <i>December 1, 2005</i>			<b>AMOUNT OF RECEIVABLE</b> \$779,259 60	

**SCHEDULE NO AND DATE**

J = ARSC

180 pmts @ \$4,329 22 = \$779,259 60

LUMP SUM BAL DUE EFF 6/30/05  
 \$467,363 28

*A01130  
20*

*4-1-06*

*4,329.22*

**PAID IN FULL**

*5/06*

INT RATE = 7.75%

*311,896 32*

**DISTRIBUTION T/C 35 information**

0209 / 70001 = 100.00%	\$467,363.28
/ =	
/ =	
/ =	
/ =	
/ =	
<b>totals</b> 100 00%	<b>\$467,363 28</b>

*Lump Sum Payoff  
\$ 467,169.88  
5-8-06*

Acct Id 1133015 set up to accept partial pmts:  
 1 @ \$49,916 34, pretax  
 1 @ \$58.80, pretax

*ACC-18 to 412  
5-15-06*

*Interest Offset  
\$ 308,431.28  
5-25-06*

**TS**

5 000 yrs posted online to 0209/70001

T/C 35 Line Posted in Bus Month 12/05

Posted by tlc/835 Date 12/9/05

Prepared By <u>tlc/835</u>	Date <u>December 9, 2005</u>	Checked By	Date
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14-06

View Comments

SSN [REDACTED]

USER NAME	COMMENT DATE	COMMENT	DATE	USER NAME
Teresa, Stevens	3/14/2006 1 05 55 PM	Sending info in the mail Post Retirement Repayment Account for ARSC / Due at Retirement 180 @ \$4,329 22 = \$779,259 60 or a lump sum of \$467,363 28 No deductions taken yet. First deduction set to come from the 4-1-06 dated warrant Lump sum payoff Due by 4-10-06 is \$464,766 34 Final deduction to come from the 3-1-21 dated warrant 7 75% interest on the instalment payments Send payoffs to P O Box 942703	3/14/2006	Stevens,Teresa
	3/13/2006 5 27 05 PM	Member would like a payoff letter for his ARSC His balance was \$467,363 28 at completion of his ARSC election on 12/9/2005 He has a letter dated 2/25/06 advising his first deduction would be taken on the 4/1/2007 warrant. Is this correct?	3/13/2006	Jensen,Donald W

Close

http://worldflow/web/TEX/ViewComments.aspx Trusted sites

CALPMF000024



14:00  
2006

**Fiscal Services Division**  
P O Box 942703  
Sacramento, CA 94229-2703  
Telecommunications Device for the Deaf - (916) 795-3240  
1-888-CAL-PERS (225-7377)

March 14, 2006

**Bruce Malckenhorst**

**ARSC**  
Post Retirement Repayment Account

Repayment deductions are scheduled to start on your 4-1-06 dated warrant. Attached, please find a copy of the Calculation of Lump Sum Due for your Post Retirement Repayment Account.

The attached calculation sheet will give you detailed information regarding your retired repayment account. I have included a calculation to reflect the current balance and the payoff figure due after the deduction is taken from the April 2006 dated warrant. Payoff amounts are due in our office by the 10<sup>th</sup> of the month to give us time to stop the deduction from coming out of your next month's warrant.

I have also included the payoff address information should you decide to make a lump sum payment to payoff your account.

If you require any further information regarding the balance of your Repayment Account, please feel free to call me. Please call our toll free number 1-888-CAL-PERS (225-7377). They will relay your message to me and I will return your call.

**Teresa M Stevens**  
Accounting Officer  
Fiscal Services Division  
Retirement Program Accounting

14 60 0717202

CALCULATION OF LUMP SUM DUE FOR  
POST RETIREMENT REPAYMENT ACCOUNT

MEMBER NAME: Bruce Malckenhorst SS# [REDACTED]  
PHONE # [REDACTED]

PAYMENTS AUTHORIZED AT RETIREMENT 180 @ \$4,339.22 = \$ 779,259.60  
LESS LUMP SUM DUE AT RETIREMENT \$ 467,363.28  
EQUALS TOTAL INTEREST 7.75% \$ 311,896.32  
DIVIDED BY TOTAL NUMBER OF PAYMENTS 180  
EQUALS INTEREST PER PAYMENT \$ 1,732.76

THIS CALCULATION INCLUDES CREDIT FOR PAYMENTS THROUGH THE 3-1-06  
DATED WARRANT No Deduction Yet

PAYMENTS REMAINING DUE 180 @ \$4,339.22 = \$ 779,259.60  
LESS INCLUDED INTEREST \_\_\_\_\_ @ \$ \_\_\_\_\_ = \$  
LUMP SUM DUE BY \_\_\_\_\_ = \$  
LUMP SUM

TIME REMAINING 15 years \_\_\_\_\_ months  
1ST PAYMENT OF \$4,339.22 <sup>To Be</sup> TAKEN FROM 4-1-06 DATED WARRANT  
FINAL PAYMENT TO COME FROM 3-1-21 DATED WARRANT

Balance thru 4-1-06 dated warrant  
Balance 179 @ 4,339.22 = \$ 774,930.38  
Less Int 179 @ 1,732.76 = \$ 310,164.04  
Lump Sum Due by 4-10-06 \$ 464,766.34

CALC DONE BY T Stevens  
DATE 3-14-06

14-00

View Comments

User Name	Comment Date	Comment Detail	Last Modified Date	Last Modified By
Teresa Stevens	4/26/2006 12:56:22 PM	Left message on the recorder. Member wanted updated payoff figures for Post Retirement Repayment Account. ARSC Lump sum payoff Due by 5-10-06 is \$462,169.88. Due by 6-10-06 is \$459,573.42. Payment must be made with after-tax funds. I checked with the Cashier Unit. They cannot accept a wire of funds for service credit payment. Member will need to send in a check.	4/26/2006	Stevens, Teresa
	4/21/2006 12:37:42 PM	Pls send balance due letter to member due to the large amount of money, he prefers to wire payment to Pers, please advise if that is an available option, address verified, thanx	4/21/2006	Jarrell, Donald

Close

http://workflow/web/TEX/ViewComments.aspx Trusted sites

CALPMF000027

14:00

Balance thru 5-1-06 dated warrant

Balance 178 @ 4,329.22 = \$ 770,601.16

Less Int 178 @ 1,732.76 = \$ 308,431.28

Lump Sum Due by 5-10-06 \$ 462,169.88

6527

Balance thru 6-1-06 dated warrant

Balance 177 @ 4,329.22 = \$ 766,271.94

Less Int 177 @ 1,732.76 = \$ 306,698.52

Lump Sum Due by 6-10-06 \$ 459,573.42

Balance thru \_\_\_\_\_ dated warrant

Balance \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Less Int \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Lump Sum Due by \_\_\_\_\_ \$ \_\_\_\_\_

Balance thru \_\_\_\_\_ dated warrant

Balance \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Less Int \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Lump Sum Due by \_\_\_\_\_ \$ \_\_\_\_\_

Balance thru \_\_\_\_\_ dated warrant

Balance \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Less Int \_\_\_\_\_ @ \_\_\_\_\_ = \$ \_\_\_\_\_

Lump Sum Due by \_\_\_\_\_ \$ \_\_\_\_\_



**Fiscal Services Division**  
P O Box 942703  
Sacramento, CA 94229-2703  
Telecommunications Device for the Deaf - (916) 795-3240  
1-888-CAL-PERS (225-7377)

14 01 06  
7 20 08  
May 15, 2006

Bruce Malckenhorst

ARSC  
Post Retirement Repayment Account

This letter is to acknowledge receipt of your check, which has been received in this office, to pay off the Balance Due on your Post Retirement Repayment Account

Repayment deductions from your retirement allowance will be stopped after the 5-1-06 dated warrant. You will receive your full allowance, less any other deductions, starting with the 6-1-06 dated warrant.

Teresa M Stevens  
Accounting Officer  
Fiscal Services Division  
Retirement Program Accounting



14.00

**NOTICE OF RECEIPT OR ADJUSTMENT**  
PERS-ACC-18

POST RETIREMENT REPAYMENT ACCOUNT  
LUMP SUM PAYMENT RECEIVED  
ACCOUNT PAID IN FULL  
STOP DEDUCTIONS

72603

TO SECTION 412

NAME

BRUCE MALKENHORST

SS#

552

LUMP SUM PAYOFF AMOUNT

\$462,169 88

RECEIVED

5/8/2006

0056 DEDUCTION - DED ID CODE A01130

ACCOUNTING CONTROL

ACCOUNT PAID IN FULL AFTER THE 5-1-06 DATED WARRANT

INITIALS T STEVENS

PLEASE STOP DEDUCTIONS

DATE 5-15-06

CALPMF000030

14:06 07172008

5530

BRUCE V MALKENHORST  
4305 SANTA FE AVENUE  
VERNON CA 90058

18-24 4334  
1220  
0219636735

1873

Date 5/2/04

Pay to the  
Order of

CALPERS

\$ 462,169.89

Four Hundred Sixty-Two Thousand

One Hundred Sixty

Dollars



Wells Fargo Bank, N.A.  
California  
www.wellsfargo.com

Valued  
Customer  
Since 1994

Memo

1012200024710219636735 1873

Deposit to PRR  
tms  
5-15-06



INV # 20

CALPMF000031



14.00 07172008 6532

BRUCE V MALKENHORST  
4305 SANTA FE AVENUE  
VERNON, CA 90058

18-24 4934  
1220  
0219536735

1873

Date 5/2/04

Pay to the  
Order of

CAL PERS

Four Hundred Sixty-Two Thousand

\$ 462,449.84  
One Hundred Sixty

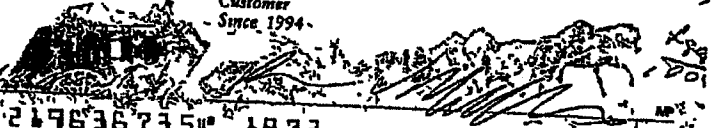


Wells Fargo Bank, N.A.  
California  
www.wellsfargo.com

Valued  
Customer  
Since 1994

Memo

Pist 20716



⑆ 2200024700219636735⑈ 1873

MAY 16 2006

Deposit to PRR  
tms  
5-15-06



Inv# 30

CALPMF000033

PUBLIC EMPLOYEES RETIREMENT SYSTEM  
**RECEIVABLE RECORD**

**ORIGINAL RECEIVABLE**

1 3 5 0

EMPLOYER NAME <i>City Of Vernon</i>	EMPLOYER NO <i>0209</i>	COVERAGE GROUP <i>70001</i>	MEMBER NAME <i>Malkenhorst, Bruce</i>	SSA NO 																
RETIREMENT EFFECTIVE <i>July 1, 2005</i>			BENEFICIARY NAME	SSA NO <i>51015</i>																
PAYMENTS EFFECTIVE <i>December 1, 2005</i>			<b>AMOUNT OF RECEIVABLE</b> \$779,259 60																	
<b>SCHEDULE NO AND DATE</b>  J = ARSC  180 pmts @ \$4,329.22 = \$779,259 60  <b>LUMP SUM BAL DUE EFF 6/30/05</b> \$467,363 28			Acct Id 1133015 set up to accept partial pmts: 1 @ \$49,916 34, pretax 1 @ \$58 80, pretax																	
<b>INT RATE = 7 75%</b>  <table border="0"> <tr> <td><b>DISTRIBUTION</b></td> <td><b>T/C 35 information</b></td> </tr> <tr> <td>0209 / 70001 = 100.00%</td> <td>\$467,363.28</td> </tr> <tr> <td>/ =</td> <td></td> </tr> <tr> <td>/ =</td> <td></td> </tr> <tr> <td>/ =</td> <td></td> </tr> <tr> <td>/ =</td> <td></td> </tr> <tr> <td>/ =</td> <td></td> </tr> <tr> <td><b>totals</b></td> <td><b>100 00% \$467,363 28</b></td> </tr> </table>			<b>DISTRIBUTION</b>	<b>T/C 35 information</b>	0209 / 70001 = 100.00%	\$467,363.28	/ =		/ =		/ =		/ =		/ =		<b>totals</b>	<b>100 00% \$467,363 28</b>	5 000 yrs posted online to 0209/70001  T/C 35 Line Posted in Bus Month 12/05  Posted by <u>tlc/835</u> Date <u>12/9/05</u>	
<b>DISTRIBUTION</b>	<b>T/C 35 information</b>																			
0209 / 70001 = 100.00%	\$467,363.28																			
/ =																				
/ =																				
/ =																				
/ =																				
/ =																				
<b>totals</b>	<b>100 00% \$467,363 28</b>																			
Prepared By <i>tlc/835</i>	Date <i>December 9, 2005</i>	Checked By	Date																	

PERS ACC-814 (REV 04/05)

CALPMF000054



# Election to Purchase ARSC

RECEIVED  
SACRAMENTO-CALIF

2005 OCT 21 AM 9:07

Reply to Section 835  
Refer to No 570-44-0826

1  
4  
2  
0  
1  
1  
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5

Member Name **Bruce Malkenhorst**

DDC - 1

Employer Name **City of Vernon**

You informed me on July 21, 2005 of my right to elect to contribute and receive service credit for my Additional Retirement Service Credit from CalPERS. You must return this Election to Purchase ARSC form to CalPERS within 60 days from the issue date of this letter in order to be eligible for the purchase of this service credit.

### CHECK THE OPTION(S) DESIRED

**Lump Sum Payment Option** I hereby elect to purchase and receive additional service credit under the provisions of law and I enclose \$517,905.67 (Payment must be included when the election is filed with CalPERS)

For Plan-To-Plan Transfer or Rollovers

I have included the appropriate plan-to-plan/rollover certification documents with this election.

**Installment Payment Option** I hereby elect to purchase additional service credit as provided by law and I authorize deductions from my retirement allowance of \$ 4,792.16 for 180 payments or I authorize deductions from my retirement allowance of \$ \_\_\_\_\_ for \_\_\_\_\_ payments. I understand that these payments will be on an after-tax basis and that the payment schedule includes interest through the completion of payments at the rate of 7.75%.

I hereby elect to receive service credit as provided by law and enclose \$49,916.34 as a partial payment. I authorize the remaining balance to be deducted from my retirement allowance to be paid by the minimum payment amount allowed by the retirement law or I authorize deductions from my retirement allowance of \$ \_\_\_\_\_. I understand that these payments will be on an after-tax basis and that the payment schedule includes interest through the completion of payments at the rate of 7.75%.

I declare, under penalty of perjury, that I have not received credit for this service in any other system supported wholly or in part by public funds.

If you are retiring within the next 90 days, please indicate your planned retirement date \_\_\_\_\_

**I UNDERSTAND THIS ELECTION IS IRREVOCABLE. ONCE ELECTED, ANY FUTURE CHANGES TO THE ACTUARIAL ASSUMPTIONS OR INTEREST RATE WILL NOT APPLY TO SERVICE CREDIT ALREADY PURCHASED OR AN EXISTING PAYMENT SCHEDULE.**

I have completed, signed, and attached the "Employment Certification and Your Payment Options" form.

Signature Bruce Malkenhorst Date 10/14/05

Address [REDACTED] Telephone # (daytime) [REDACTED]

[REDACTED]  
2 checks TTang 10/27/05 2) \$49,857.54 Rollover Approved - ALL TIME Trad IRA

### FOR DEPARTMENTAL USE ONLY

Deposit Date 10 31 05	Amount 58.80 49,857.54	By & Date PS Wang 10 31 05
--------------------------	------------------------------	-------------------------------

PERS01M0026 (04/04)

2) \$ 58.80 Trad IRA  
BOA

CALPMF000055

570-44-0826

### Employment Certification and Your Payment Options

**STEP 3 – Certifying Corresponding Service** I have read the preceding instructions and certify that I have compensated corresponding service not credited in CalPERS equal to at least 5 year(s) I am aware that CalPERS is not requiring that I include documentation of such service credit at this time, however, it may be required in the future should federal guidance be issued

### STEP 4 – Determining Your Payment Options

Which is greater, the years of ARSC you wish to purchase or the amount of corresponding service you certified above?	
If your certified corresponding service is	Then
<input checked="" type="checkbox"/> equal to or greater than the total credit you wish to purchase	All payment options provided in this packet are available to you Continue to Step 6
<input type="checkbox"/> less than the total credit you wish to purchase	Continue to Step 5

### STEP 5 – Perform the following calculations after inserting the corresponding service you certified above

Line (A) Enter the years of corresponding service certified above (if greater than 5 000, use 5 000)  
 Line (B) The years of ARSC to be purchased with this packet  
 Line (C) The lump sum cost of this service credit purchase

(A) \_\_\_\_\_ - (B) 5 000 = \_\_\_\_\_ X (C) \$ 517,905.67 = (D) \$ \_\_\_\_\_

(C) \$ 517,905.67 - (D) \_\_\_\_\_ = (F) \$ \_\_\_\_\_ This represents the portion of your credit purchase which is not based on corresponding service For your purchase to be approved, at least this amount must be paid for with the payment options listed directly below that do not require certification of corresponding service If you are unable to make this payment, you may wish to elect less credit or to delay the election until an alternate payment method is available Continue to Step 6 to complete and sign this form

### Payment Options which do not require certification of corresponding service

- Rollover of pre-tax funds from
  - 401(a), 401(k), 403(a), 403(b), governmental 457
  - Traditional/Contributory IRA
  - Conduit IRA that originated from one of the previously mentioned plan types
- In service, plan-to-plan transfer from
  - 401(a), 401(k), 403(a)
  - Traditional/Contributory IRA
  - Conduit IRA that originated from a 401(a), 401(k), 403(a), 403(b), or governmental 457 plan

### STEP 6 – Check the appropriate box, sign, date, and return this form with your Election to Purchase ARSC

- (From Step 1) I am paying for my purchase of ARSC in full with a rollover or in-service, plan-to-plan transfer from a plan type listed directly above which does not require certification of corresponding service
- (From Step 4) I have certified corresponding service equal to or greater than the amount of ARSC to be purchased
- (From Step 5) I have completed the employment certification and payment option calculation, I understand that if the portion of my payment, as indicated by (F) above, is not received from an acceptable payment option as listed directly above, my Election will be invalid and returned to me

I HEREBY CERTIFY THAT THE ABOVE INFORMATION IS TRUE AND CORRECT I ALSO CERTIFY THAT I HAVE READ THE ATTACHED SHEET "IMPORTANT INFORMATION ON TRANSFERS FROM 403 AND 457 PLANS"

Signature Bruce J. Phillips Date 10/4/05  
PERS01M0024 (04/04)

CALPMF000056



Member Services Division  
P O Box 942704  
Sacramento, CA 94229-2704  
Telecommunications Device for the Deaf - (916) 795-3240  
(888) CalPERS (225-7377), FAX (916) 795-4019

Page 1 of 2  
Member Certification

14  
20  
11  
05

### CERTIFICATION FORM for IRA Rollovers

The California Public Employees' Retirement System (CalPERS) is a tax-qualified, defined benefit plan under section 401(a) of the Internal Revenue Code (Code). CalPERS may accept funds from a variety of "eligible retirement plans." An "eligible retirement plan" includes, among other things, an IRA described under Code sections 408(a) and 408(b). Please refer to the attached fact-sheet (PERS-MSD-354A) for more information about how to process your rollover request.

This section shall be completed by the Member

Member Name Bruce V. Malkenhorst Social Security Number [REDACTED]  
Telephone Number WORK ( ) N/A HOME (714) 596-8342  
Name of IRA administrator Bank of America IRA Account Number [REDACTED]  
IRA Administrator Address 3111 Agoura Road Suite 120A  
IRA Administrator Telephone Number (818) 706-5937  
The attached check for \$49,163.34 is being processed as a

**Direct Rollover** Occurs when your IRA administrator writes a check to CalPERS, for the benefit of you, and CalPERS deposits the check to your CalPERS member account

**Indirect Rollover** [You must also complete the form for Indirect Rollovers (PERS-MSD-354C), contact CalPERS to request this form.] An Indirect Rollover occurs when your IRA administrator writes you a check, you cash the check, and you then write CalPERS a check from your personal account (for example, your checking account). It is important to note that federal law requires you to transfer the funds from your personal account not more than sixty (60) days after receiving the money from your IRA. If you do not transfer the funds within sixty (60) days, the distribution will be included in your gross income at the time the distribution was made.

**I CERTIFY THAT THE FUNDS ARE PRE-TAX FUNDS IN A**

**Traditional/Contributory IRA** A traditional or contributory IRA contains funds you placed in the IRA which may or may not have been taxed deferred through your personal income tax filing. Only pre-tax funds are eligible for this rollover. Please have the IRA trustee complete Section I on page 2 of this form.

**Conduit IRA** A conduit IRA is an IRA that originated from an "eligible retirement plan," [as defined in Code section 402(c)(8)(B)] including a 401(a), 401(k), 403(a), 403(b), or 457 Governmental Plan. To be accepted as a rollover, it must not have been commingled with funds from a plan that is not an "eligible retirement plan." CalPERS may require verification that the original balance of the conduit IRA does not exceed the amount of the distribution rolled-over into the conduit IRA. The IRA trustee should complete Section I on page 2 of this form. In addition, Section II on page 2 should be completed by the plan administrator or trustee from which the distribution was rolled over into the conduit IRA. Contact CalPERS for further instructions if the prior plan was CalPERS or if there has been more than one prior rollover.

I certify that I have read the attached transfer/rollover information form and that only pre-tax funds are included in this rollover. I understand that CalPERS will rely on the information contained on this form in approving this rollover and that these pre-tax funds will be taxed upon distribution as a refund or as retirement payments.

Signature [Signature] Date 10/11/05



OCT 12 2005 10 52 FR 3 OF 4 454  
Oct 12 05 09.24a SJOHNSON

3127967032 TO 918167356947  
3235811354

F 02/25



Member Services Division  
P O Box 942704  
Sacramento, CA 94229-2704  
Telecommunications Device for the Deaf - (916) 795-3240  
(888) CalPERS (225-7377), FAX (916) 795-4019

Page 2 of 2  
Plan Certification

### CERTIFICATION FORM for IRA Rollovers

Member Name Bruce V. Malkehhorst SSA [REDACTED]

#### SECTION I

THIS SECTION IS TO BE COMPLETED BY THE IRA TRUSTEE (this is NOT CalPERS)

2 checks for \$ 49,916.34 is being or will be processed as a rollover to CalPERS

I certify the funds are from an account identified as an IRA described in Code sections 408(a) or 408(c) and are maintained under the member's taxpayer identification number. If these funds are not maintained under the member's taxpayer identification number, please contact CalPERS for additional instructions at (888) 225-7377.

I also certify that I have the authority to act as trustee for the institution or company in which the IRA was established.

Signature [Signature] Title Am Date 10/12/05

Print Name Tracey Rogers Telephone Number 818 706-8900

Institution Name Bank of America Investments Services, Inc.

Institution Address 900 West Trade St. Charlotte, NC 28255

#### SECTION II

THIS SECTION ONLY APPLIES TO CONDUIT IRAs AND MUST BE COMPLETED BY THE PLAN ADMINISTRATOR OR TRUSTEE FROM WHICH THE DISTRIBUTION WAS TRANSFERRED OVER INTO THE CONDUIT IRA (this is NOT CalPERS)

I certify the funds are from one of the eligible retirement plan types noted below and maintained under the member's taxpayer identification number.

- 401(a) Defined Contribution Plan (Type \_\_\_\_\_)  401(a) Defined Benefit Plan  401(k) Plan
- 403(a) Annuity Plan  403(c) Tax Sheltered Annuity Plan  457 Governmental Plan

If these funds are not maintained under the member's taxpayer identification number, please contact CalPERS for additional instructions at (888) 225-7377.

I certify that the plan is an eligible retirement plan as defined by Code section 402(c)(6)(B), the funds are not after-tax contributions, and have not been commingled with funds originating from a plan other than an eligible retirement plan listed above. I also certify that I am designated as the Plan Administrator in the plan document.

Signature \_\_\_\_\_ Title \_\_\_\_\_ Date \_\_\_\_\_

Print Name \_\_\_\_\_ Telephone Number (\_\_\_\_) \_\_\_\_\_

Institution Name \_\_\_\_\_

Institution Address \_\_\_\_\_

CITY COUNCIL

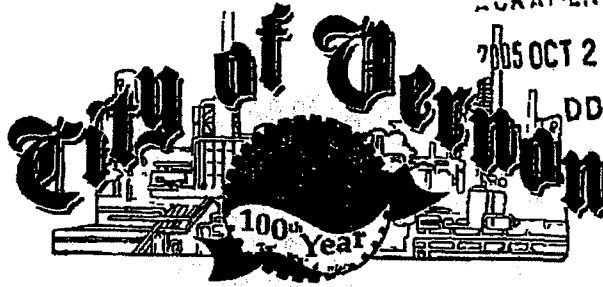
LEONIS C MALBURG  
Mayor

THOMAS A YBARRA  
Mayor Pro-Tem

WM "BILL" DAVIS  
Councilman

H "LARRY" GONZALES  
Councilman

W MICHAEL McCORMICK  
Councilman



4305 Santa Fe Avenue, Vernon, California 90058  
telephone (323) 583-8811

RECEIVED  
SACRAMENTO-CALIF

2005 OCT 21 AM 9:05

DL BENUDIZ  
Police Chief

DDC - 1 MARK C WHITWORTH  
Acting Fire Chief

LEWIS J POZZEBON  
Director of Environmental Health

S KEVIN WILSON  
Director of Community Services

SHARON L DUCKWORTH  
Acting City Treasurer

October 12, 2005

CalPERS  
Member Services Division  
P O Box 942704  
Sacramento, CA 94229-2704

RE ARSC for Bruce V Malckenhorst

Please find rollover distribution from an IRA account maintained by Banc of America Inc, in the amount of \$49,857 54, check number 505350605, and \$58 80, check number 312720825 all for the benefit of Bruce V Malckenhorst for the 5 year additional retirement service credit (ARSC)

These checks total \$49,916 34 and represent a partial payment The member authorizes the remaining balance to be deducted from his retirement allowance by the minimum payment amount allowed

Enclosed are the following completed forms

- 1 Election to Purchase ARSC
- 2 Employment Certification and Your Payment Options
- 3 Certification Form for IRA Rollovers (Member Certification)
- 4 Certification Form for IRA Rollovers (Plan Certification)

If you have any questions regarding the above, please call me at (323) 826-1471

Sincerely,

Sharon L. Duckworth  
Acting City Treasurer

Exclusively Industrial

CALPMF000059



**Member Services Division**  
P O Box 942704  
Sacramento, CA 94229-2704  
Telecommunications Device for the Deaf - (916) 326-3240  
(888) CalPERS (225-7377), FAX (916) 795-4019

14 20 11012005

Reply to Section 830  
Refer to No [REDACTED]

October 27, 2005

Bruce Malkenhorst  
[REDACTED]

Dear Mr Malkenhorst

This letter is sent as confirmation that CalPERS received two checks on October 24, 2005

- One in the amount of \$49,857 54 which has been accepted as a Plan to Plan Transfer/Rollover of tax deferred funds from your Bank of America Traditional/Contributory IRA plan,
- One in the amount of \$58 80 which has been accepted as a Plan to Plan Transfer/Rollover of tax deferred funds from your Bank of America Traditional/Contributory IRA Plan,

These amounts will be credited as payment towards your Additional Retirement Service Credit with CalPERS

Should you have further questions, please contact us at the above telephone number or address

Sincerely,

*Tran Tang*

Tran Tang  
Service Credit Section  
Member Services Division

Note Please retain this letter for tax purposes, as confirmation of CalPERS' acceptance of a plan to plan transfer/rollover to our system

California Public Employees' Retirement System  
www.calpers.ca.gov

CALPMF000060

1 4 2 0 1 1 1 1 2 0 1 1

*okay to cash*

THIS MULTI-TONE AREA OF THE DOCUMENT CHANGES COLOR GRADUALLY AND EVENLY FROM DARK TO LIGHT WITH DARKER AREAS BOTH TOP AND BOTTOM

THE BANK OF NEW YORK DELAWARE  
NEWARK DELAWARE

**National Financial Services LLC**  
200 Liberty Street, One World Financial Center  
New York, NY 10281

NO: 312720825

October 03, 2005

PAY Fifty Eight Dollars and 80 Cents

EXACTLY  
\$58 80

Not Valid After 90 Days

TO THE ORDER OF

0004292  
CALPERS  
FBO BRUCE MALCKENHORST  
ATTN SHARON DUCKWORTH  
4305 SANTA FE AVE  
VERNON CA 90058

National Financial Services LLC

*Walter R. Mohr*  
AUTHORIZED SIGNATURES

⑈312720825⑈ ⑆031100351⑆ ⑆0300974219⑈

THE BACK OF THIS DOCUMENT CONTAINS A SECURE ORANGE LOGO THAT CHANGES TO YELLOW WHEN RUBBED OR WARMED

THIS MULTI-TONE AREA OF THE DOCUMENT CHANGES COLOR GRADUALLY AND EVENLY FROM DARK TO LIGHT WITH DARKER AREAS BOTH TOP AND BOTTOM

THE BANK OF NEW YORK DELAWARE  
NEWARK DELAWARE

**National Financial Services LLC**  
200 Liberty Street, One World Financial Center  
New York, NY 10281

OC NO 40289605

September 27, 2005

PAY Forty Nine Thousand Eight Hundred Fifty Seven Dollars and 54 Cents

EXACTLY  
\$49,857 54

Not Valid After 90 Days

TO THE ORDER OF

000042  
CALPERS  
FBO BRUCE MALCKENHORST  
ATTN SHARON DUCKWORTH  
4305 SANTA FE AVE  
VERNON CA 90058

National Financial Services LLC

*Walter R. Mohr*  
AUTHORIZED SIGNATURES

⑈505350605⑈ ⑆031100351⑆ ⑆0300974219⑈

THE BACK OF THIS DOCUMENT CONTAINS A SECURE ORANGE LOGO THAT CHANGES TO YELLOW WHEN RUBBED OR WARMED

OCT 24 2005

570-44-0826

CALPMF000061

# Calculation Sheet

SSN: [REDACTED]

Calculation Type: Additional Retirement Service Credit

Request Date: 06/07/2005

Member: Malkenhorst, Bruce

Address: 6651 Churchill Dr

Huntington Beach, CA 92648

Member Status: Pending Retirement

Retirement Date: 07/01/2005

Employer Code: 0209

Coverage Group Code: 70001

Pay Method: Retirement

Pay Type: Monthly

Earnings: \$44,128.68

Highest Monthly Pay Rate: \$44,128.00

Special Compensation Avg: \$0.00

Total: \$44,128.00

Age Factor: 70

Retirement Formula: 2% @ Age 55 (PA Misc)

Total Posted Years of Service:

Final Comp: 1 Year

COLA: 2

Social Security Mod.: Full

Total Years Purchasing: 5.000

Survivor Continuance: Yes

Percent of Current Pay	Years to be Charged	Total
19.539%	5.000	517,905.67

Lump Sum Due: 517,905.67

Eligible Lump Sum Due: \$517,338.42

Final Sum Due:

Cost Through: 06/30/2005

Eligible Cost Through: 06/30/2005

Final Cost Through:

**180 Default Monthly Payments of \$4,792.16 @ 7.75% Rate**

**Payment Schedule Includes Surcharge: No**

Payment Method: Retirement

Cost Benefit: \$5,335.08

Age Factor: 70

Cost and benefit based on 5.000 years of service, the portion of purchasable service that would benefit the member.



**Bruce Malkenhorst**



□□□□

CALPMF000082

<b>MEMBER INFORMATION</b>	
Date:	<date>
SSN:	[REDACTED]
Birth Date:	5/6/35
Employer:	City of Vernon
Monthly Pay rate (which may include special compensation reported to CalPERS by your employer):	\$44,128.00
<b>COST INFORMATION</b>	
Service Credit Type:	Additional Retirement Service Credit
Lump Sum Cost:	\$517,905.67
<b>ESTIMATED MONTHLY PENSION INCREASE:</b>	<b>\$5,335.08 if you retire at Age 70*</b>

Dear Bruce Malkenhorst:

CalPERS has determined that your request for Additional Retirement Service Credit (ARSC) cost information was received prior to retirement and while you were eligible for the purchase of ARSC. As such, **you are being provided a one-time opportunity** to purchase such service while retired. Enclosed in this packet is detailed information on the purchase of ARSC including disclosures on purchasing such service credit, payment options, and use of certain payment options. Please read this information carefully as ARSC in some instances is treated differently than other service credit purchases and we will only accept certain payment methods if you qualify.

Attached are the following forms for your review and/or response:

- Explanation of Payment Options
- Installment Payment Guidelines
- Employment Certification and Your Payment Options
- Disclosure related to Transfers from 403(b) or 457 plans for the purchase of ARSC
- Election to Purchase Service Credit
- Rollover/Transfer Information and Certification Forms

If elected, this service will be credited to your retirement account as shown below:

Employer Name	Retirement Formula	Category	Year(s) of Service Credit
City of Vernon	2% @ 55	PA Misc.	5.000
<b>Total Service</b>			<b>5.000</b>

## **HOW THE COST WAS CALCULATED**

The cost to purchase this service credit is calculated using a "present value" method, which is based on your highest monthly full-time pay rate and an average of any special compensation (i.e., uniform allowance, holiday pay, longevity pay, etc) reported to CalPERS by your employer during the last 36 months. We look at the projected retirement benefit increase you may receive from this additional service credit (at retirement, disability, death, or other termination from employment). Then, we convert that to a lump sum cost in today's dollars.

Determining the increase to your future benefits involves a number of actuarial assumptions, including projected age at retirement, life expectancy, and the probability that some may never receive a service retirement benefit but instead become disabled, die, or terminate their CalPERS membership. These probabilities are the same assumptions used to ensure all our benefits are adequately funded.

The actuarial tables used in this process are updated as needed due to existing benefit changes, new benefits mandated by law, changes in retirement assumptions to reflect our current best estimate of retirement patterns, or other actuarial factors.

Remember, you are being provided a one-time opportunity to purchase this service credit while retired as your request for ARSC cost information was received while you were eligible. Also, an election to purchase service credit is irrevocable. Once your election to purchase is processed, any future changes to these assumption factors will not affect the cost of your service credit purchase.

## **ESTIMATED MONTHLY PENSION INCREASE**

The estimated monthly pension increase information was calculated using the monthly pay rate shown above and is based upon the highest retirement pension option, known as the "Unmodified Allowance". This amount is only an **ESTIMATE**; whereas, your actual retirement allowance will be based upon your highest average pay rate and the monthly retirement pension option you selected at retirement.

For **SAFETY MEMBERS** purchasing additional safety service, keep in mind that the percentage of retirement allowance to which you will be entitled under the Safety formula is limited to a percentage of your average CalPERS compensation at the time of retirement. The estimated monthly pension increase shown above takes your current posted service and benefit cap into consideration.

If you **RETIRE ON DISABILITY**, this additional service credit may not benefit you and cannot be used to qualify for, or change the method of calculating benefits. You may request a retirement estimate with and without this additional service credit by submitting a CalPERS Retirement Allowance Estimate Request Form (MSD 470) along with a copy of this cover letter or use the Retirement Planning Calculator on our website at <http://www.calpers.ca.gov>. If you need additional information or retirement counseling, please contact CalPERS at (888) 225-7377.

□□□□□

## **VESTING FOR BENEFITS**

The law specifically states that this service credit option cannot be used to qualify for health, retirement, or any other benefits.



**NEXT STEP:**

- If you are not interested in purchasing the additional service credit at this time, no response is needed. You will not be provided another opportunity to purchase this service credit while retired from our system.
- If you wish to purchase the additional service credit, you must complete, sign and return the enclosed Employment Certification and Your Payment Options Worksheet along with the Election to Purchase ARSC to the address provided within 60 days.

Under current law, you may only make one election for the purchase of ARSC. Ensure that this packet contains information on the amount of ARSC you would like to purchase.

An Election to Purchase Service Credit is irrevocable. Once elected, any future changes to the actuarial assumptions or interest rate will not apply to service credit already purchased or an existing payment schedule.

You must return the Election to Purchase ARSC form to CalPERS within 60 days from the mailing date of this letter in order to be eligible for the purchase of this service credit.

If you wish to use a plan-to-plan transfer or rollover funds to pay for this service credit purchase, the Rollover Certification forms, Rollover check, and Employment Certification Form must be received with your Election to Purchase ARSC. It is CalPERS policy to accept a transfer or rollover of pre-tax funds only if received within 120 days of your retirement date, but if you have received this packet after this time frame, a rollover or transfer will be accepted while the election to purchase ARSC remains valid (60 days from issue date).

You may obtain additional information on all programs administered by CalPERS by visiting our website at [p://www.calpers.ca.gov](http://www.calpers.ca.gov). This site includes a retirement planning calculator, which can provide you with an estimate of your monthly retirement benefit.

If you have any questions, please contact us at (888) 225-7377.

## Explanation of Payment Options

### **Review and complete the "Employment Certification and Your Payment Options", for the payment options available to you.**

The information below is intended as a brief overview; further details about your options are included in the attached forms.

#### Lump Sum

A check or money order made payable to CalPERS must be submitted with your Election to Purchase ARSC (a.k.a.: Election form). If certification is also received and approved when you submit your Election form, these funds may be rolled over from a qualified plan.

#### Installment Payments

**Payroll Deductions** - *Active CalPERS members, who are currently working for a contracted CalPERS employer:*

You may elect to have deductions taken from your salary. The payment amount will be deducted in addition to any normal contributions. The payment schedule will include interest through the completion of payments at the rate of 7.75%. Any future interest rate change will not apply to any existing payment schedule. You will also have the option to choose whether or not you would like these deductions taken on an after-tax or a pre-tax (tax-deferred) basis, as long as this option is provided by your current employer.

If you elect payroll deductions and a balance is remaining at the time of retirement, you may complete the payment by having equivalent monthly deductions taken from your retirement allowance on an after-tax basis. CalPERS will authorize such deductions unless you notify us otherwise.

If you separate from CalPERS covered employment, it is YOUR responsibility to notify CalPERS in order to establish a direct payment schedule. Please note that interest continues to accrue on the remaining balance until it is paid in full.

**Direct Payments** - *Inactive CalPERS members, who have separated from CalPERS covered employment and who have not yet retired:*

Payments will be made by sending monthly payments directly to CalPERS. This payment schedule includes interest through the completion of payments at the rate of 7.75%. Any future interest rate change will not apply to any existing payment schedule. All future payments are due no later than the 10<sup>th</sup> of each month. Do not send cash. Checks or money orders must be made payable to California Public Employees' Retirement System (CalPERS), Attention Section 835 SPU/DP, labeled "Direct Payment", and must include your full name and social security number for proper crediting.

**Under the direct payment option you will be subject to a breach of contract if payments are not made as specified above. Should the payments become delinquent for 90 calendar days, CalPERS will:**

- Cancel the service credit election,
- Refund all direct payments received without interest; and
- Remove the service that was credited based on the election.

**Deductions from Retirement Allowance** - *This option is for those members who have retired or are retiring within 90 days:*

Payments can be made by having equivalent monthly deductions taken from your retirement allowance on an after-tax basis. CalPERS will authorize such deductions unless you notify us otherwise.

#### Partial Payment with Installment Payments

A partial payment can be made with your election. The balance owed on the election will be set up on either the payroll, direct or retirement installment payment plan. On the payroll installment payment plan, you will have the option to select either the after-tax basis or a pre-tax basis (tax-deferred), if your current employer provides this option. The payment amount will be deducted in addition to any normal contributions. The payment schedule will include interest through the completion of payments at the rate of 7.75%. Any future interest rate change will not apply to any existing payment schedule. You will also have the option to choose whether or not you would like these deductions taken on an after-tax or a pre-tax (tax-deferred) basis, as long as this option is provided by your current employer.

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## **Installment Payment Guidelines**

Installment payments may be selected as the payment method for purchasing service credit. These guidelines provide information to assist you in determining which installment payment plans are available and best suited to your needs.

	<b>Pre-Tax (Tax-Deferred) Payroll Deductions</b>	<b>After-Tax Payroll Deductions</b>	<b>After-Tax ONLY Direct Payments OR Retirement Deductions</b>
<b>What is the difference?</b>	The installment payment deductions are taken before taxes are applied to your earnings, so the installment amount is not taxed until refunded directly to you or paid to you in the form of your monthly retirement allowance. Only payroll deductions can be pre-taxed.	The installment payment deductions are taken after taxes are applied to your earnings, so the deduction amount has been taxed.	<u>Direct Payments</u> are submitted monthly by personal check or money order. Note: Electronic Fund Transfers (EFT) cannot be accepted to make this payment. <u>Retirement</u> deductions are taken monthly from your retirement allowance.
<b>Am I eligible?</b>	You are eligible if reported on a State of California payroll. Otherwise, you are eligible only if your employer has a resolution with CalPERS to participate in the Pre-Tax Payroll Deduction Plan. If you select pre-tax installment payments but your employer does not participate, the deductions will be authorized as after-tax.	You are eligible if installment deductions can be reported on payroll to CalPERS.	You are eligible only if you are no longer reported on payroll to CalPERS, or if you receive a CalPERS monthly retirement allowance.
<b>When can I select this installment payment plan?</b>	The selection can be made: <ul style="list-style-type: none"> <li>• if your employer has an approved resolution to participate in the Pre-Tax Payroll Deduction Plan on file with CalPERS;</li> <li>• when you become employed by or switch to employment with a participating employer; or</li> <li>• when you wish to switch from after-tax payments. Pre-tax payments will be reported on a prospective (future date) basis only.</li> </ul>	<ul style="list-style-type: none"> <li>• The selection can be made:</li> <li>• when you are again reported on payroll to CalPERS; or</li> <li>• when you switch to employment with an employer who is not participating in the Pre-Tax Payroll Deduction Plan.</li> </ul>	The selection can be made when you are no longer reported on a payroll to CalPERS due to separation from employment or at retirement if your Election Document is received prior to retirement.

**Installment Payment Guidelines (continued)**

	<b>Pre-Tax (Tax-Deferred) Payroll Deductions</b>	<b>After-Tax Payroll Deductions</b>	<b>After-Tax Direct Payments OR Retirement Deductions</b>
<b>Will I receive a monthly bill/statement?</b>	No. A notice indicating the number and amount of deductions will be sent.	No. A notice indicating the number and amount of deductions will be sent.	No. A letter of instructions for direct payments will be sent. If retiring, you will see the monthly deduction taken from your monthly retirement allowance.
<b>Will my payment selection apply to any other service credit purchases I may have now or in the future?</b>	Each service credit election requires its own payment method selection. For example, you may select pre-tax installment payments to convert Second Tier service and after-tax payments to purchase military credit, redeposit, or any other credit you are eligible to purchase.	Each service credit election requires its own payment method selection. If your employer does not participate in the Pre-Tax Payroll Deduction Plan, after-tax is the only installment plan available for each of your elections.	Each service credit election requires its own payment method selection. If you are not reported on payroll to CalPERS, direct payments or retirement allowance deductions are the only installment plans.
<b>Can I later change my payment plan, make a partial or a lump sum payment if I am not separating from employment?</b>	No. Once started, pre-tax deductions cannot be changed, a partial payment may not be applied, nor can the balance be paid off prior to completion of payment as long as you are reported by an employer participating in the Pre-Tax Payroll Deduction Plan. You cannot switch to after-tax payroll deductions.	Yes. The number and/or amount of deductions may be changed. You may make a partial payment, complete a balance due payment, or switch to a pre-tax deduction plan if employed by a participating employer.	Yes. The number and/or amount of deductions may be changed. You may make a partial payment, complete a balance due payment, alter the payment amount, and/or term.
<b>What happens when I do separate from employment or retire?</b>	Pre-tax deductions must continue if subsequently employed by another CalPERS - covered employer participating in the Pre-Tax Payroll Deduction Plan. Otherwise, the payments will be continued as after-tax deductions, either on payroll reported to CalPERS, through direct payments, or through monthly retirement allowance deductions. You may request to make a partial payment or complete a balance due payment.	Deductions will be continued if reported on payroll by a new CalPERS - covered employer. If employed by a participating employer, you may request pre-tax deductions. If not reported to CalPERS, direct payments or monthly retirement allowance deductions are available. You may also request to make a partial payment or complete a balance due payment.	Not applicable. Payment change options remain as stated in the section directly above.

Contact CalPERS if you have further questions on your installment payment plan selection, if you wish to change an existing payment plan, or if your employer or employment status changes.

**Information on Employment Certification and Your Payment Options**

**you will be electing to purchase ARSC, you must complete, sign, and return the second page of this form. If it not received with the election form and an appropriate payment method, your election will be considered invalid and returned to you.**

**STEP 1 - How Do You Intend To Pay For Your Purchase of ARSC?**

A "rollover" is a pre-tax transfer after a distribution event has occurred (as defined by the plan, but typically qualifying events are employment separation, retirement, or disability). An "in-service, plan-to-plan transfer" (or "in-service transfer" as used herein) is a pre-tax transfer of funds from your current employer's plan prior to a distribution event. Further information and instructions on "rollovers" and "in-service, plan-to-plan transfers" is available on attachment 7a, "Using a Plan-to-Plan Transfer or Rollover for the Purchase of Additional Retirement Service Credit (ARSC)".

If you will be paying for your purchase of ARSC ...	Then ...
In part or full with: <ul style="list-style-type: none"> <li>• after-tax funds</li> <li>• installment payments</li> <li>• an <u>in-service transfer</u> of pre-tax funds from a 403(b), or a governmental 457 plan</li> </ul>	You must have certified corresponding service at least equal to the payment made from this category in order to qualify to use these payment options. Continue to Steps 2, 3, 4, 5, and 6.
In full with: <ul style="list-style-type: none"> <li>• a <u>rollover</u> of pre-tax funds from a 401(a), 401(k), 403(a), 403(b), governmental 457, Traditional/Contributory IRA, or a Conduit IRA that originated from one of these plan types</li> <li>• an <u>in-service transfer</u> from a 401(a), 401(k), 403(a), Traditional/Contributory IRA, or a Conduit IRA that originated from a 401(a), 401(k), 403(a), 403(b), or a governmental 457 plan</li> </ul>	Corresponding service is not required for these payment options. Go directly to Step 6.

**STEP 2 - Calculating and Certifying Corresponding Service:** You may have previously provided employment certification, however, due to a change in the criteria you are being asked to re-certify and perform calculations based upon that service to determine the payment options available for your purchase of ARSC.

Acceptable employment includes any employment for which you received tangible compensation that has not been credited under CalPERS. For instance, the corresponding service may be compensated private sector or self-employment, as well as prior military or government service (including service with an educational organization or government employees' association) that has not been credited under CalPERS. While you are not required to provide documentation of this employment at this time, it may be required in the future should federal guidance be issued. Acceptable documentation for such employment would be determined when federal guidance is issued.

As more fully explained in the examples below, service may be calculated using either a elapsed time or hourly method. For each calendar year, use one of the methods show below. Once you've completed each calculation, add the total (up to the 5.000 year maximum) and enter it in Step 3 at the top of the next page. Enter "0" if you have no service to certify.

**The elapsed time method is for reasonable steady employment.** Convert the accumulated years, months, and days to a ratio as indicated below.

- 1 Year = 1.000
- 1 Month = 0.100 (if more than 10 months were worked, convert this to one year)
- 1 Day = 0.00333
- Example: 2-years, 8 months, 5 days = 2.817

**The hourly method is for intermittent or variable employment.** Convert the total hours worked for each year to a ratio as indicated below. Then, add the yearly amounts for the total certifiable service.

- Totals hours per year \_\_\_\_\_ + 500 = \_\_\_\_\_ of one year of service.
- If the result is greater than 1.000, use 1.000.
- Example: 323 + 500 = 0.646



### Employment Certification and Your Payment Options

**STEP 3 - Certifying Corresponding Service:** I have read the preceding instructions and certify that I have compensated corresponding service not credited in CalPERS equal to at least \_\_\_\_\_ year(s). I am aware that CalPERS is not requiring that I include documentation of such service credit at this time, however, it may be required in the future should federal guidance be issued.

#### STEP 4 - Determining Your Payment Options:

Which is greater, the years of ARSC you wish to purchase or the amount of corresponding service you certified above? If your certified corresponding service is...  
Then...

equal to or greater than the total credit you wish to purchase  
All payment options provided in this packet are available to you. Continue to Step 6.

less than the total credit you wish to purchase  
Continue to Step 5.

#### STEP 5 - Perform the following calculations after inserting the corresponding service you certified above:

Line (A): Enter the years of corresponding service certified above. (If greater than 5,000, use 5,000.)

Line (B): The years of ARSC to be purchased with this packet.

Line (C): The lump sum cost of this service credit purchase.

\_\_\_\_\_ ÷ (B) 5,000 = \_\_\_\_\_ X (C) \$ 517,905.67 = (D) \$ \_\_\_\_\_

(C) \$ 517,905.67 - (D) \_\_\_\_\_ = (F) \$ \_\_\_\_\_ This represents the portion of your credit purchase which is not based on corresponding service. **For your purchase to be approved, at least this amount must be paid for with the payment options listed directly below that do not require certification of corresponding service.** If you are unable to make this payment, you may wish to elect less credit or to delay the election until an alternate payment method is available. Continue to Step 6 to complete and sign this form.

#### Payment Options which do not require certification of corresponding service.

- Rollover of pre-tax funds from:
  - o 401(a), 401(k), 403(a), 403(b), governmental 457
  - o Traditional/Contributory IRA
  - o Conduit IRA that originated from one of the previously mentioned plan types
  
- In service, plan-to-plan transfer from:
  - o 401(a), 401(k), 403(a)
  - o Traditional/Contributory IRA
  - o Conduit IRA that originated from a 401(a), 401(k), 403(a), 403(b), or governmental 457 plan

#### STEP 6 - Check the appropriate box, sign, date, and return this form with your Election to Purchase ARSC

(From Step 1) I am paying for my purchase of ARSC in full with a rollover or in-service, plan-to-plan transfer from a plan type listed directly above which does not require certification of corresponding service.

(From Step 4) I have certified corresponding service equal to or greater than the amount of ARSC to be purchased.

(From Step 5) I have completed the employment certification and payment option calculation; I understand that if the portion of my payment, as indicated by (F) above, is not received from an acceptable payment option as listed directly above, my Election will be invalid and returned to me.

CALPMF000090

**I HEREBY CERTIFY THAT THE ABOVE INFORMATION IS TRUE AND CORRECT. I ALSO CERTIFY THAT I HAVE READ THE ATTACHED SHEET "IMPORTANT INFORMATION ON TRANSFERS FROM 403 AND 457 PLANS".**

**Signature:** \_\_\_\_\_ **Date:** \_\_\_\_\_  
PERS01M0024 (04/04)

CALPMF000091

**IMPORTANT INFORMATION ON TRANSFERS FROM 403(b) OR 457 PLANS  
TO PURCHASE ARSC AND THE FEDERAL TAX LAW**

Assembly Bill 719 added section 20909 to the Government Code. This new section allows eligible members of the California Public Employees' Retirement System (CalPERS) to purchase up to five years of Additional Retirement Service Credit (ARSC). ARSC is not based on actual employment with a CalPERS covered employer. Instead, it is "permissive" service credit available to members to increase their retirement by making voluntary, additional contributions.

The Internal Revenue Service (IRS) has not yet issued formal rules on purchases of permissive service credit. Some have suggested that the Internal Revenue Service (IRS) will require the purchase of permissive service credit to reflect some sort of actual "service" in order for in-service, plan-to-plan transfers from 403(b) or 457 governmental plans to be used to pay for ARSC. As a result, CalPERS is acting prudently by requiring members to certify to "corresponding service" before assets from 403(b) and 457 plans may be transferred in-service to purchase ARSC. The corresponding service may be for compensated private sector or self-employment, as well as prior government or military service that has not been credited under the CalPERS plan.

However, there is a slight risk that even with certifying to the "corresponding service," the IRS may find that in-service transfers<sup>1</sup> from 403(b) or 457 plans are not permissible to purchase ARSC. In this event, CalPERS may be required to take corrective measures, such as reversing the transferred amounts and related earnings back to the transferor plan. Alternatively, the IRS could treat the amount transferred from these accounts as taxable income on the date it was transferred. In addition, the transfers made to the CalPERS defined benefit plan might be treated as after-tax contributions and subject to the \$41,000 annual additions limit imposed by section 415(c) of the Internal Revenue Code.

To help CalPERS members achieve the greatest amount of portability of their retirement accounts with the least amount of risk, CalPERS is requesting a ruling from the IRS that amounts may be transferred from a 457 plan to the CalPERS defined benefit plan to purchase ARSC without corresponding service. Therefore, in the interim, CalPERS is including this notice to members so they are aware of the potential risks associated with in-service transfers from 403(b) and 457 plans to purchase ARSC. Members should be aware of these risks, however slight, before electing an in-service transfer of funds from these accounts to purchase ARSC.

<sup>1</sup>An in-service, plan-to-plan transfer (also referred to as an in-service transfer) is a direct transfer of assets between retirement plans in which the funds go directly to CalPERS. An in-service transfer allows a participant to avoid current taxation on the amount transferred and, unlike a rollover, it is permitted in the absence of a distribution event (i.e., separation from service, retirement, disability, or death). The determination if your distribution will be considered a rollover or in-service transfer will be made by your plan.



## Election to Purchase ARSC

Reply to Section: 835

Refer to No.: [REDACTED]



Member Name: **Bruce Malckenhorst**

Employer Name: **City of Vernon**

You informed me on <date> of my right to elect to contribute and receive service credit for my Additional Retirement Service Credit from CalPERS. You must return this Election to Purchase ARSC form to CalPERS within 60 days from the issue date of this letter in order to be eligible for the purchase of this service credit.

### CHECK THE OPTION(S) DESIRED

**Lump Sum Payment Option:** I hereby elect to purchase and receive additional service credit under the provisions of law and I enclose \$517,905.67. (Payment must be included when the election is filed with CalPERS.)

For Plan-To-Plan Transfer or Rollovers:

I have included the appropriate plan-to-plan/rollover certification documents with this election.

**Installment Payment Option:** I hereby elect to purchase additional service credit as provided by law and I authorize deductions from my retirement allowance of \$ 4,792.16 for 180 payments or I authorize deductions from my retirement allowance of \$ \_\_\_\_\_ for \_\_\_\_\_ payments. I understand that these payments will be on an after-tax basis and that the payment schedule includes interest through the completion of payments at the rate of 7.75%.

I hereby elect to receive service credit as provided by law and enclose \$ \_\_\_\_\_ as a partial payment. I authorize the remaining balance to be deducted from my retirement allowance to be paid by the minimum payment amount allowed by the retirement law or I authorize deductions from my retirement allowance of \$ \_\_\_\_\_. I understand that these payments will be on an after-tax basis and that the payment schedule includes interest through the completion of payments at the rate of 7.75%.

I declare, under penalty of perjury, that I have not received credit for this service in any other system supported wholly or in part by public funds.

If you are retiring within the next 90 days, please indicate your planned retirement date: \_\_\_\_\_

**I UNDERSTAND THIS ELECTION IS IRREVOCABLE. ONCE ELECTED, ANY FUTURE CHANGES TO THE ACTUARIAL ASSUMPTIONS OR INTEREST RATE WILL NOT APPLY TO SERVICE CREDIT ALREADY PURCHASED OR AN EXISTING PAYMENT SCHEDULE.**

I have completed, signed, and attached the "Employment Certification and Your Payment Options" form.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

Address: \_\_\_\_\_ Telephone # (daytime) \_\_\_\_\_

CALPMF000093

FOR DEPARTMENTAL USE ONLY

<i>Deposit Date:</i>	<i>Amount:</i>	<i>By &amp; Date:</i>
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PERS01M0026 (04/04)

CALPMF000094

## Using A Plan-to-Plan Transfer or Rollover for the Purchase of Additional Retirement Service Credit (ARSC)

An **in-service, plan-to-plan transfer** is a transfer of funds from one "eligible retirement plan" directly to another at your request, prior to a distribution event (i.e., termination, retirement, death). Because there is no distribution to you, the transfer is tax-free. At this time, CalPERS will accept plan-to-plan transfers from the following types of accounts:

- A plan qualified under 401(a), including a profit sharing plan, stock bonus plan, a money purchase pension plan, and a defined benefit plan;
- A 401(k) plan;
- A 403(a) annuity plan and a section 403(b) tax-sheltered annuity plan;
- A governmental 457 plan;
- A traditional IRA as described in section 408(a) or (b), which includes conduit and contributory IRAs, but not educational or ROTH IRAs.

Prior to processing any transfer from a 403(b) or governmental 457 plan, read the enclosed document titled "Important Information on Transfers from 403(b) or 457 Plans to Purchase ARSC and the Federal Tax Law". Please also review the "Employment Certification and Your Payment Options" as corresponding service will be required in order for CalPERS to accept such funds.

A **rollover** is a tax-free transfer of money after a distribution event occurs (i.e. termination, retirement, death). Rollovers can be either direct or indirect. A direct rollover is similar to a plan-to-plan transfer to the extent that funds are transferred directly from one "eligible retirement plan" to another. Unlike a plan-to-plan transfer or a direct rollover, an indirect rollover occurs after you have received an actual distribution of the funds. You have 60 days from date of receipt of the funds to roll them over to an "eligible retirement plan." If you do not rollover the funds to an "eligible retirement plan" within the 60-day period, the distribution is includable in your gross income at the time the distribution was made. CalPERS is able to accept rollovers from the following types of accounts:

- A plan qualified under 401(a), including a profit sharing plan, stock bonus plan, a money purchase pension plan, and a defined benefit plan;
  - A 401(k) plan;
  - A 403(a) annuity plan and a section 403(b) tax-sheltered annuity plan;
  - A governmental 457 plan;
  - A traditional IRA as described in section 408(a) or (b), which includes conduit and contributory IRAs, but not educational or ROTH IRAs.
- Funds received as an indirect rollover as described above, may be acceptable if accompanied by sufficient certification. Contact CalPERS for instructions and the additional certification form prior to requesting the indirect rollover.
  - Funds received as a beneficiary of a deceased spouse may be accepted if accompanied by certification of entitlement to those funds in addition to the plan certification requested below. Contact CalPERS for additional entitlement certification information if this is your situation.
  - CalPERS can accept rollovers and plan-to-plan transfers from the State DPA Savings Plus Program (SPP) 401(k) and 457 plans. SPP's Purchase of Service Credit distribution forms are available at [www.sppforu.com](http://www.sppforu.com), under 'Plan Info & Forms', or by calling SPP at (866) 566-4777.
  - **CalPERS does not initiate the transfer of funds or complete the documents for you to draw your funds.** You will be responsible for obtaining certification from your plan administrator that your plan is an "eligible retirement plan" as described above. Therefore, you should contact the plan prior to starting the transfer or rollover process to confirm the fund type, and, if eligible, obtain their distribution request document.

## Steps to follow when processing a Transfer or Rollover for the purchase of ARSC:

<b>Step 1</b>	Have you received an election to purchase Additional Retirement Service Credit (ARSC)?	
	<b>If...</b>	<b>Then...</b>
	Yes	Continue to Step 2
	No	Complete an estimate for the purchase of ARSC on the CalPERS web site ( <a href="http://www.calpers.ca.gov">www.calpers.ca.gov</a> ). If after completing a service credit purchase estimate you are interested in pursuing the purchase of ARSC, submit a request for ARSC cost information to CalPERS.
<b>Step 2</b>	Contact the Plan Administrator or Trustee of the account you wish to use for the purchase of ARSC and confirm the type of account/plan you have and if the funds would be processed as an in-service transfer or rollover to the CalPERS Plan.	
<b>Step 3</b>	The CalPERS Plan is currently able to accept in-service transfers and rollovers from: 401(a) 401(k) 403(a) 403(b) governmental 457 Traditional/Contributory and Conduit IRAs	
	<b>If the funds will be processed as...</b>	<b>Then...</b>
	An in-service transfer from a 403(b) or governmental 457 plan	CalPERS will require certification of corresponding service to accept these funds. Review the "Employment Certification and Your Payment Options" Form for more information. Also review the "Important Information on Transfers from 403(b) or 457 plans to purchase ARSC and the Federal Tax Laws".
	Something other than an in-service transfer from a 403(b) or governmental 457 plan	CalPERS will not require certification of corresponding service to accept these funds, however, see the "Employment Certification and Your Payment Options" form when it is required.
<b>Step 4</b>	Are the funds to be processed as an in-service transfer or rollover from an acceptable account type?	
	<b>If...</b>	<b>Then...</b>
	Yes	Continue to Step 5
	No	Refer to the other payment options available for the purchase of ARSC.
<b>Step 5</b>	Contact the Plan Administrator/Trustee of your account for information/paperwork needed to initiate the plan-to-plan transfer or rollover to CalPERS.	
<b>Step 6</b>	Complete any transfer/rollover distribution form required by your plan.	
<b>Step 7</b>	Copy as needed and complete the appropriate CalPERS Certification Form for each plan you wish to transfer or rollover:	
	<b>If funds are to come from a ...</b>	<b>Then...</b>
	401(a), 401(k), 403(a), 403(b), or 457	Complete the member section of the CalPERS Certification Form for Plan-to-Plan Transfers and Rollovers (PERS-MSD-354B).
	Traditional/Contributory or Conduit IRA	Complete the Member Side of the Certification Form for IRA Rollovers (PERS-MSD-261).
<b>Step 8</b>	Submit your request for distribution and completion of CalPERS' Certification Form(s) to the plan administrator/trustee of your account. Ask that the check be payable to "CalPERS, FBO your name" (For Benefit Of) and mailed with the completed Certification Form directly to you (not to CalPERS). CalPERS can not make this request for you. (If your plan requires a Letter of Acceptance, provide CalPERS a properly completed Certification Form with your request that a Letter of Acceptance be issued).	
<b>Step 9</b>	When you receive the check(s) and completed Certification Form(s), make a copy of all forms for your records. Then mail the check with the completed Rollover/Transfer Certification(s), the Employment Certification, and your Election to Purchase ARSC to CalPERS.	

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**CaPERS CANNOT accept funds without proper documentation. If a rollover/transfer check is received without your Election to Purchase ARSC and a properly completed Certification Form or comparable certification, the items will be returned to you. If you have any questions or problems during this process, please contact CaPERS at (888) 225-7377.**

CALPMF000097

**Member Services Division**  
P.O. Box 942704  
Sacramento, CA 94229-2704  
Telecommunications Device for the Deaf - (916) 795-3240  
(888) CalPERS (225-7377), FAX (916) 795-4019

**Page 1 of 2:**  
**Member Certification**



## CERTIFICATION FORM for IRA Rollovers

The California Public Employees' Retirement System (CalPERS) is a tax-qualified, defined benefit plan under section 401(a) of the Internal Revenue Code (Code). CalPERS may accept funds from a variety of "eligible retirement plans." An "eligible retirement plan" includes, among other things; an IRA described under Code sections 408(a) and 408(b). Please refer to the attached fact-sheet (PERS-MSD-354A) for more information about how to process your rollover request.

**This section shall be completed by the Member.**

Member Name: \_\_\_\_\_ Social Security Number: \_\_\_\_\_

Telephone Number: WORK (\_\_\_\_) \_\_\_\_\_ HOME (\_\_\_\_) \_\_\_\_\_

Name of IRA administrator: \_\_\_\_\_ IRA Account Number: \_\_\_\_\_

IRA Administrator Address: \_\_\_\_\_

IRA Administrator Telephone Number: (\_\_\_\_) \_\_\_\_\_

The attached check for \$ \_\_\_\_\_ is being processed as a:

**Direct Rollover:** Occurs when your IRA administrator writes a check to CalPERS, for the benefit of you, and CalPERS deposits the check to your CalPERS member account.

**Indirect Rollover** [You must also complete the form for Indirect Rollovers (PERS-MSD-354C); contact CalPERS to request this form.]: An Indirect Rollover occurs when your IRA administrator writes you a check, you cash the check, and you then write CalPERS a check from your personal account (for example, your checking account). It is important to note that federal law requires you to transfer the funds from your personal account not more than sixty (60) days after receiving the money from your IRA. If you do not transfer the funds within sixty (60) days, the distribution will be included in your gross income at the time the distribution was made.

**I CERTIFY THAT THE FUNDS ARE PRE-TAX FUNDS IN A:**

**Traditional/Contributory IRA:** A traditional or contributory IRA contains funds you placed in the IRA which may or may not have been taxed deferred through your personal income tax filing. Only pre-tax funds are eligible for this rollover. Please have the IRA trustee complete Section I on page 2 of this form.

**Conduit IRA:** A conduit IRA is an IRA that originated from an "eligible retirement plan," [as defined in Code section 402(c)(8)(B)] including a 401(a), 401(k), 403(a), 403 (b), or 457 Governmental Plan. To be accepted as a rollover, it must not have been commingled with funds from a plan that is not an "eligible retirement plan". **CalPERS may require verification that the original balance of the conduit IRA does not exceed the amount of the distribution rolled-over into the conduit IRA.** The IRA trustee should complete Section I on page 2 of this form. In addition, Section II on page 2 should be completed by the plan administrator or trustee from which the distribution was rolled over into the conduit IRA. Contact CalPERS for further instructions if the prior plan was CalPERS or if there has been more than one prior rollover.

I certify that I have read the attached transfer/rollover information form and that only pre-tax funds are included in this rollover. I understand that CalPERS will rely on the information contained on this form in approving this rollover and that these pre-tax funds will be taxed upon distribution as a refund or as retirement payments.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_



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**Page 2 of 2:**  
**Plan Certification**

## CERTIFICATION FORM for IRA Rollovers

**Member Name:** \_\_\_\_\_ **SSA:** \_\_\_\_\_

### SECTION I

THIS SECTION IS TO BE COMPLETED BY THE IRA TRUSTEE (this is **NOT** CalPERS):

A check for \$ \_\_\_\_\_ is being or will be processed as a rollover to CalPERS.

I certify the funds are from an account identified as an IRA described in Code sections 408(a) or 408(b), and are maintained under the member's taxpayer identification number. If these funds are not maintained under the member's taxpayer identification number, please contact CalPERS for additional instructions at (888) 225-7377.

I also certify that I have the authority to act as trustee for the institution or company in which the IRA was established.

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_

Print Name: \_\_\_\_\_ Telephone Number: (\_\_\_\_) \_\_\_\_\_

Institution Name: \_\_\_\_\_

Institution Address: \_\_\_\_\_

### SECTION II

THIS SECTION ONLY APPLIES TO CONDUIT IRAs AND MUST BE COMPLETED BY THE PLAN ADMINISTRATOR OR TRUSTEE FROM WHICH THE DISTRIBUTION WAS TRANSFERRED OVER INTO THE CONDUIT IRA (this is **NOT** CalPERS):

I certify the funds are from one of the "eligible retirement plan" types noted below, and maintained under the member's taxpayer identification number\*:

401(a) Defined Contribution Plan (Type \_\_\_\_\_)      401(a) Defined Benefit Plan      401(k) Plan

403(a) Annuity Plan      403(b) Tax Sheltered Annuity Plan      457 Governmental Plan

\*If these funds are not maintained under the member's taxpayer identification number, please contact CalPERS for additional instructions at (888) 225-7377.

I certify that the plan is an "eligible retirement plan" as defined by Code section 402(c)(8)(B), the funds are not after-tax contributions, and **have not been commingled** with funds originating from a plan other than an "eligible retirement plan" listed above. I also certify that I am designated as the Plan Administrator in the plan document.

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_

Print Name: \_\_\_\_\_ Telephone Number: (\_\_\_\_) \_\_\_\_\_

Institution Name: \_\_\_\_\_

Institution Address: \_\_\_\_\_



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Sacramento, CA 94229-2704  
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(888) CalPERS (225-7377), FAX (916) 795-4019

### CERTIFICATION FORM: Plan-to-Plan Transfers and Direct Rollovers

The California Public Employees' Retirement System (CalPERS) is a tax-qualified, defined benefit plan under section 401(a) of the Internal Revenue Code (Code). CalPERS may accept funds from a variety of "eligible retirement plans." An "eligible retirement plan" includes a plan qualified under Code section 401(a), including a profit-sharing plan, a stock bonus plan, a money purchase pension plan, and a defined benefit plan; a 401(k) plan; a 403(a) annuity plan; a 403(b) tax-sheltered annuity; and a governmental 457 plan. An "eligible retirement plan" also includes traditional IRAs as described in Code section 408(a) or (b); however, the Certification Form for IRA rollovers must be completed. Please refer to the attached fact-sheet (PERS-MSD-354A) for more information about how to process your plan-to-plan transfer or rollover request.

**THIS SECTION IS TO BE COMPLETED BY THE MEMBER:**

Member Name: \_\_\_\_\_ Social Security Number: \_\_\_\_\_

Telephone Number: WORK (\_\_\_\_) \_\_\_\_\_ HOME (\_\_\_\_) \_\_\_\_\_

I choose to transfer \$ \_\_\_\_\_ to CalPERS. If this is an Indirect Rollover, I have also attached a signed Certification Form: Indirect Rollover (PERS-MSD-354C). I certify that I have read the attached plan-to-plan transfer and rollover fact-sheet (PERS-MSD-354A). I understand that CalPERS will rely on the information contained on this Certification Form(s) in approving this transfer.

Signature: \_\_\_\_\_ Date: \_\_\_\_\_

**THIS SECTION IS TO BE COMPLETED BY THE PLAN ADMINISTRATOR OR TRUSTEE (this is NOT CalPERS):**

A check for \$ \_\_\_\_\_ has or will be processed as a:

In-Service, Plan-to-Plan Transfer      Direct Rollover      Indirect Rollover

I certify the funds are from one of the "eligible retirement plan" types noted below, and maintained under the member's taxpayer identification number\*:

401(a) Defined Contribution Plan (Type \_\_\_\_\_)      401(a) Defined Benefit      401(k) Plan

403(a) Annuity Plan      403(b) Tax Sheltered Annuity Plan      457 Governmental Plan

\*If these funds are not maintained under the member's taxpayer identification number, please contact CalPERS for additional instructions at (888) 225-7377.

I certify that the plan is an "eligible retirement plan" as defined by the IRC section 402(c)(8)(B), the funds are not after-tax contributions, and **have not been commingled** with funds originating from a plan other than an "eligible retirement plan" listed above. I also certify that I am designated as Plan Administrator in the plan document.

Signature: \_\_\_\_\_ Title: \_\_\_\_\_ Date: \_\_\_\_\_


Print Name: \_\_\_\_\_ Telephone Number: (\_\_\_\_) \_\_\_\_\_

Institution Name: \_\_\_\_\_

Institution Address: \_\_\_\_\_



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 Member Services Division, P.O. Box 4000, Sacramento, CA 95812-4000  
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# Request for Service Credit Cost Information Additional Retirement Service Credit (ARSC)

(Air Time or Non Qualified Service)

## Part 1: Member Information

**Bruce V. Malckenhorst**  
Name \_\_\_\_\_ Social Security Number \_\_\_\_\_  
City of Vernon Empl Code 0209  
Former Name (if applicable) \_\_\_\_\_ Current Employer \_\_\_\_\_  
Mailing Address \_\_\_\_\_ City \_\_\_\_\_ State \_\_\_\_\_ ZIP Code \_\_\_\_\_

## Part 2: Documentation of Service

I have attached a copy of the estimate to purchase service credit. If not, indicate why: \_\_\_\_\_

Based upon the attached service credit purchase estimate, how many years of ARSC do you intend to purchase? (check one box only) A separate election document with detailed payment options will be mailed to you once this form has been processed.

- 1 year
- 2 years
- 3 years
- 4 years
- 5 years

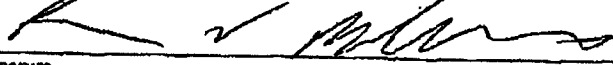
Have you requested this cost information before?  Yes  No If yes, enter date request was submitted     /    /    

Have you submitted a retirement application?  Yes  No If yes, enter retirement date 07/01/2005

Do you anticipate purchasing this credit with a rollover or plan-to-plan transfer of pre-tax funds?  Yes  No

## Part 3: Certification

I hereby certify that the above information is true and correct.

  
Signature \_\_\_\_\_ Date 6/16/2005

Sign and date this request form, make a copy of your request for your records, and attach a copy of your online service credit purchase estimate.

Mail all materials to CalPERS Member Services Division, P.O. Box 4000, Sacramento, CA 95812-4000.

## Service Credit Cost Estimator

### Service Credit Cost Estimate Results

#### Additional Retirement Service Credit

To purchase this additional service credit, you will need to pay the estimated amount shown below.

The Estimator provides an installment payment amount that has been calculated based on the number of payments you requested. You may change the number of installment payments to see how it will affect your installment payment amount. The range of payments allowed is listed below. However, your payments cannot be less than \$15.00 per month, \$7.50 per semi-month pay period, \$6.93 per bi-weekly pay period, or \$13.85 per quad-weekly pay period.

When purchasing service credit, a partial payment method is available with the remaining balance payable through installment payments. By entering a partial lump sum payment, you can see how your monthly installment payment amount is impacted.

Once you have reviewed these costs (you may want to print this Results page for future reference), choose **Next Steps** from the Estimate Results page to find out how to request actual cost information, how this additional service credit can impact your future retirement benefits, and other important information.

Number of Payments Requested: 180

Total Years of Service to Purchase	1 year	2 years	3 years	4 years	5 years
Lump-Sum Payment Amount Projection	\$103,586.07	\$207,172.13	\$310,758.20	\$414,344.27	\$517,930.34
Partial Lump-Sum Payment Amount	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Installment Payment Amount Projection. (Remember, that if you choose installment payments, interest will continue to accrue until the complete amount is repaid.)	\$959.53	\$1,919.06	\$2,878.58	\$3,838.11	\$4,797.64
Number of Installment Payments	180	180	180	180	180
If you choose to purchase this service credit, your future monthly Unmodified Service Retirement Allowance may increase by:	\$1,067.02	\$2,134.03	\$3,201.05	\$4,268.06	\$5,335.08

Note: The increase to your future monthly Unmodified Allowance is based on age 50 or your actual age if over 50.

If you would like to see the increase to your future monthly Unmodified Allowance for a different age, please view our online Retirement Planning Calculator.

This cost estimate is based on the following information you provided:

**Name:** Bruce Malkenhorst  
**Birth Date:** 5/6/1935  
**Pay Rate or Salary:** \$44,128.00 per Month  
**Pay Schedule:** Monthly  
**Retirement Formula:** Local Misc. 2% at 55  
**Total Years of CalPERS Service to Date:** 35.195  
**Covered by Social Security:** No  
**COLA Percentage:** 2%  
**Final Compensation Period:** 1 year  
**Survivor Continuance:** Yes

**Things to Remember**

- If you are a safety member, your retirement allowance cannot increase above the maximum "benefit cap" for your retirement formula (i.e., State Safety 3% at 50 formula has a maximum benefit cap of 90 percent of final compensation.)
- If you plan on retiring on a disability or industrial disability retirement you should contact CalPERS to determine if purchasing Service Credit will increase your retirement benefit.
- If you decide to make installment payments to purchase Service Credit, interest will continue to accrue until the entire amount is paid.
- You can use our Retirement Planning Calculator to see how this service will impact your future retirement benefits.