



California Public Employees' Retirement System
Financial Office
P.O. Box 942715
Sacramento, CA 94229-2715
TTY: (888) 225-7377
www.calpers.ca.gov

VIA Email and Certified Mail

May 23, 2017

Craig Hair
General Manager
Trinity County Waterworks District #1
P.O. Box 217
Hayfork, CA 96041

**SUBJECT: FINAL DEMAND FOR PAYMENT AND NOTIFICATION OF INTENT TO
INITIATE TERMINATION OF CONTRACT WITH CALPERS**

Mr. Hair,

Trinity County Waterworks District #1 (TCWD) entered into a retirement contract with the California Public Employees' Retirement System (CalPERS), effective August 31, 1996 to make its employees members of CalPERS. Despite repeated requests and instructions to do so, TCWD failed to pay the required employer contributions for its eligible employees.

Pursuant to the provisions of Article 5 (commencing with Section 20570) Chapter 5, Part 3, Title 2, Division 5 of the Government Code, this letter serves as:

- (1) Notice that TCWD has not paid contributions for the terminated agency billing required by its contract and/or filed information required by its contract, and
- (2) Demand for payment of past due contributions for terminated agency billing for \$1,534,409 is due within 30 days of the date of this letter.

The demand amount is the minimum amount CalPERS will accept.

If TCWD fails to pay the demand amount within the time prescribed, CalPERS will proceed to terminate the contract as provided in Government Code Section 20572. CalPERS may reduce any and all benefits to which past and current TCWD employees otherwise would have been entitled, as appropriate, pursuant to Government Code Sections 20577.

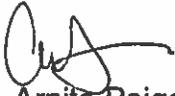
May 23, 2017

Mr. Craig Hair

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If you have any questions, please do not hesitate to call me directly at (916) 795-1024 or email at pensioncontracts@calpers.ca.gov.

Sincerely,



Arnita Paige, Chief
Pension Contracts & Prefunding Programs Division

Cc:

County of Trinity
Bobbi Chadwick
County Supervisor
P.O. Box 1613
Weaverville, CA 96093-1613