



California Public Employees' Retirement System
P.O. Box 942715 | Sacramento, CA 94229-2715
888 CalPERS (or 888-225-7377) | TTY: (877) 249-7442
www.calpers.ca.gov

Financial

Circular Letter

March 30, 2022

Circular Letter: 200-027-22

Distribution: VI

To: All Contracting Public Agencies
Subject: Save 3.5% Interest Through a UAL Lump-Sum Prepayment

Purpose

The purpose of this Circular Letter is to inform you about the option of prepaying your annual unfunded actuarial liability (UAL) to save 3.5% interest.

Save 3.5% Interest by Prepaying Annual UAL in July

Springtime is the budget planning season for many public agencies, and we want to make sure you are aware of this cost-saving option available to all California Public Employees' Retirement System (CalPERS) contracting agencies. If you make a lump-sum prepayment of your annual UAL in July, we will credit your plan with a 3.5% interest savings. When your contributions are invested early in the fiscal year it gives a better chance of maximizing potential investment returns throughout the remainder of the year. Last year, nearly 70% of our contracting agencies took advantage of this incentive and saved money. We want to make sure you are aware of this option while planning your budget. **This incentive is exclusive to the month of July.**

Find Your Prepayment Amount

There are two ways to find your lump-sum prepayment amount. You can view your agency's most recent [actuarial valuation report](#) on the CalPERS website. The annual UAL prepayment amount is found on page 4 under required contributions. Or you can contact your assigned actuary.

Payment Timing and Methods

Your UAL receivables are available in myCalPERS starting July 1, 2022. Lump-sum UAL prepayments must be received and posted by CalPERS no later than July 31, 2022 or myCalPERS will automatically set up a 12-month payment plan. Payments should be made by the following methods.

Payment Method	Payment Instructions	Due Date
EFT Debit	Log in to myCalPERS to make a payment. For lump-sum payments, enter the amount of the prepayment manually.	Payments should be set up no later than Wednesday, July 27, 2022, with a settlement date no later than Friday, July 29, 2022.
EFT Credit	Using your own financial institution payment system, send payments to the following: Bank Name: Union Bank Address: 400 California St., San Francisco, CA 94104 ABA/Routing Number: 122000496 Account Number: 0050206971 Information Text: For credit to: CalPERS Identify your: <ul style="list-style-type: none"> • myCalPERS ID • Receivable ID • Amount of payment 	EFT credit payments must settle no later than Friday, July 29, 2022. If submitting a payment using this method for the first time, email CalPERS FCSD Cashiers prior to your payment settlement to ensure timely processing.

Payment Method	Payment Instructions	Due Date
Wire Transfer	<p>Bank Name: Bank of America Sacramento Main</p> <p>Address: 555 Capitol Mall, Suite 765, Sacramento, Ca 95814</p> <p>ABA/Routing Number: 0260-0959-3</p> <p>Account Number: 01482-80005</p> <p>Information Text: For credit to: State of CA, CalPERS</p> <p>Identify your:</p> <ul style="list-style-type: none"> • Agency name • myCalPERS ID • Rate Plan ID • Receivable ID • Reason for payment (UAL) 	<p>Wires must settle no later than Friday, July 29, 2022.</p> <p>To ensure timely crediting to your account, any individual wire totaling more than \$5,000,000 will require a 72-hour notice by emailing both FCSD Public Agency Wires and your assigned actuary. Attach your UAL invoice to the email.</p>

Additional Resources

For additional information on EFT/ACH payment options, refer to the [myCalPERS Electronic Funds Transfer Student Guide \(PDF\)](#) located on the CalPERS website.

Questions

If you have any questions, call the CalPERS Customer Contact Center at **888 CalPERS** (or **888-225-7377**).

Michele Nix, Controller
 Financial Reporting & Accounting Services Division