

California Public Employees' Retirement System Financial Office P.O. Box 942715 Sacramento, CA 94229-2715 TTY: (877) 249-7442 (916) 795-0492 phone • (916) 795-7622 fax www.calpers.ca.gov

VIA Email and Certified Mail

January 3, 2017

Tom Mauk Management Consultant East San Gabriel Valley Human Services Consortium P.O. Box 1647 Covina, CA 91722

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

Mr. Mauk,

East San Gabriel Valley Human Services Consortium (ESGVHSC) entered into a retirement contract with the California Public Employees' Retirement System (CalPERS), effective November 30, 1979, to make its employees members of CalPERS. Despite repeated requests and instructions to do so, ESGVHSC 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 ESGVHSC has not paid contributions for the unfunded accrued liability required by its contract and/or filed information required by its contract, and

(2)Demand for payment of past due contributions for unfunded accrued liability \$402,911 is due within 30 days of the date of this letter.

The demand amount is the minimum amount CalPERS will accept.

If ESGVHSC 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 ESGVHSC employees otherwise would have been entitled, as appropriate, pursuant to Government Code Sections 20577. A copy of this letter will be provided to past and current ESGVHSC employees.

If you have any questions, please do not hesitate to call me directly at (916) 795-1024.

Sincerely,

Arnita Paige, Chief Pension Contracts & Prefunding Programs Division Public Employees' Retirement System

Cc:

Chris Freeland City Manager City of West Covina 1444 W. Garvey Ave S West Covina, CA 91270-2716

Geoffrey Cobbett City Treasurer City of Covina 125 East College Street Covina, CA 91723

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