

May 19, 2009

TO: School District Administrators

FROM: Division of Administration and Finance

SUBJECT: Public Employees' Retirement System (PERS) Employer Rate

The CalPERS employer contribution rate for fiscal year 2009-10 has now been established. Effective with the July 2009, payrolls, the rate charged will be 9.709 percent. This rate applies to all employees who are active members of the PERS retirement system.

With this new rate, districts need to appropriate (budget) the necessary funds to provide for this expense. The object code that should be charged is "3201" (certificated positions) and/or "3202" (classified positions).

As a result of this rate change, the PERS Revenue Limit Reduction (RLR) percentage will also change. The amount to be budgeted for RLR will be 3.311 percent. This is the percentage amount to be budgeted for all PERS' salaries with the exception of those paid with **Federal** monies.

Object codes "3801" (certificated positions) and "3802" (classified positions) should be budgeted for the expense portion of the PERS RLR in each appropriate fund by resource. Revenue object code "8092" in the General Fund only, should be budgeted as the offset under Resource 0000.

If you have any Questions, please call Maxx Garris, District Fiscal Services, at (661) 636-4689.

MG:lsf