

DEPARTMENT OF PERSONNEL ADMINISTRATION

LABOR RELATIONS DIVISION
1515 "S" STREET, NORTH BUILDING, SUITE 400
SACRAMENTO, CA 95811-7258



August 24, 2009

Yvonne Walker, President
Service Employees International Union, Local 1000
1808 14th Street
Sacramento, CA 95811

Dear Ms. Walker:

This is to confirm our telephone conversation on Friday, August 21, 2009, regarding the Department of Personnel Administration's (DPA) participation in the legislative hearing scheduled today. As we discussed, the Senate PERS Committee will hear testimony on AB 88 which now includes the tentative agreement that was reached between the State and SEIU, Local 1000, in February 2009.

As we discussed, due to the decline of the State's fiscal situation during the past 6 months and the recent passage of the revised budget, the State is unable to support the passage of AB 88.

Please contact me at your earliest convenience to discuss reopening negotiations to work toward an agreement that is consistent with the State's budget. I look forward to hearing from you.

Sincerely,

A handwritten signature in black ink, appearing to read "Julie Chapman", with a long, sweeping underline that extends to the right.

Julie Chapman
Deputy Director of Labor Relations