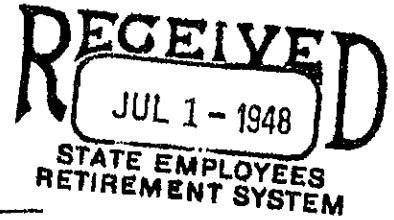


AMENDMENT TO CONTRACT BETWEEN
BOARD OF ADMINISTRATION,
STATE EMPLOYERS' RETIREMENT SYSTEM

AND CITY COUNCIL
(Governing Body)

OF THE CITY OF STOCKTON
(Name of Public Agency)



The Board of Administration, State Employees' Retirement System, and the

CITY COUNCIL of the CITY OF STOCKTON,
(Governing Body) (Name of Public Agency)
hereinafter referred to as Agency, having entered into a contract under date of

September 1, 1944, effective September 1, 1944,
which provides for the participation of said Agency in said Retirement System, and
City Policemen and City Firemen being excluded from said contract, said Board of
Administration and said CITY COUNCIL hereby agree as follows:
(Governing Body)

1. "All City Policemen and City Firemen shall be excluded" appearing in Paragraph 3, shall be and is hereby amended to read, "No additional exclusions".
2. Paragraphs 3a, 4, 5 and 6 shall be and are hereby stricken from said contract.
3. The following paragraphs shall be and are hereby added to said contract:
 4. Age 65 shall be the normal minimum age for retirement for service, of persons who are miscellaneous members because of employment by public agency, that is, members other than Local Firemen and Local Policemen, and one-seventieth shall be the fraction of final compensation, as defined in said Retirement Law, to be provided on the average, for each year of service as a member, by the members' and Public Agency's normal contributions, upon retirement at said minimum age.
 5. Benefits on account of prior service, that is, service credited hereunder as rendered to Public Agency prior to the effective date hereof, to respective persons who are members because of employment by Public Agency as Local Firemen or Local Policemen, shall be allowed only as a percentage of the average salary specified in said Retirement Law, for each year of such service, and said percentage shall be 100 per cent of the fraction of final compensation, as defined in the State Employees' Retirement Law, for each year of service rendered after said date, as determined for said respective members under said law, for retirement for service at age 55, or upon qualification for service retirement at a higher age. If a member retires for service before attaining age 55, his prior service pension shall be reduced to that amount which the value of the pension as deferred to age 55 will purchase at the actual age of retirement.

6. Prior service benefits to persons who are miscellaneous members because of employment by Public Agency, that is members other than Local Firemen and Local Policemen, upon retirement for service at the normal minimum age entered in Paragraph 4 hereof, shall be allowed only as a percentage of the average salary specified in said Retirement Law, for each year of such service, and said percentage shall be 100 per cent of 1/70. If a member retires for service before attaining the normal minimum age in item 4, his prior service pension shall be reduced to that amount which the value of the pension as deferred to said minimum age will purchase at the actual age of retirement.
7. The provisions of Section 21258(c), and not 21258(b), of the State Employees' Retirement Law, guaranteeing a minimum retirement allowance under certain conditions shall apply to persons who are members because of employment by Public Agency.
8. The provisions of Section 21367.5 of the State Employees' Retirement Law, providing a \$300 death benefit after retirement shall apply to persons who are members because of employment by Public Agency as Local Policemen or Local Firemen, but shall not apply to persons who are miscellaneous members because of employment by Public Agency.
9. Public Agency shall contribute to said Retirement System as follows:
 - a. The sum of \$26,825.83 per annum, payable in equal monthly or less frequent installments, as the Board may require, for the period of years stated in said contract, less the time elapsed from the date of participation to the effective date hereof, plus the sum of \$70,276.09 per annum, payable in equal monthly or less frequent installments, as the Board may require, for the period of 25 years, all on account of the liability for benefits based on service rendered to public agency prior to the date of participation, with respect to employees other than Firemen and Policemen, and service rendered to public agency prior to the effective date hereof with respect to Firemen and Policemen.
 - b. 9.372 per cent of total salaries paid by Public Agency each month to its employees who are members of said Retirement System, provided that only salary earned as members of said System shall be included in said total salaries, and the employees who are members of said System shall include employees who become members upon the effective date hereof and employees who become members thereafter.
 - c. A reasonable amount per annum, as fixed by Board, payable in equal monthly or less frequent installments, as Board shall require, to cover the costs of administering said System as it affects the employees of Public Agency, not including the costs of special valuations or of the periodical investigation and valuation required by law, provided that said amount shall be determined on the basis of the number of employees of Public Agency who are members on July 1st of the respective fiscal years, or with respect to the first year of participation, on the effective date of said participation.

- d. ... reasonable amount as fixed by Board, payable in one installment from time to time as the occasions arise, to cover the costs of special valuations on account of employees of Public Agency, and the costs of the periodical investigation into the experience under said Retirement System, as it affects said employees, and the valuation of the assets and liabilities of said System on account of said employees.

Contributions required of Public Agency and its employees shall be subject to adjustment by the Board of Administration on account of amendments to the State Employees' Retirement Law, and on account of experience under the Retirement System, as determined by the periodical investigation, valuation and determination provided for by said Retirement Law. Contributions under this paragraph are in addition to any assets of the local system, which are transferred to the State Employees' Retirement System, and are subject to adjustment for variations between the value of such assets as determined by Board and the value assumed in the calculation of such contributions.

10. Contributions required of Public Agency under paragraph 9 immediately preceding, and contributions required of Public Agency's employees who are members of said System, shall be paid by Public Agency to the State Employees' Retirement System within thirty days after the end of the month or longer period to which said contributions refer. If more or less than the correct amount of contribution required of Public Agency or its employees is paid for any period, proper adjustment shall be made in connection with subsequent remittances of Public Agency to the Board, to rectify the errors; or such adjustments on account of errors made in contributions required of employees, may be made by direct cash payments between the employee in connection with whom the error was made, and Board. Payments of Public Agency to Board may be made in the form of warrants, bank checks, bank drafts, certified checks, money orders, or cash.

4. Benefits, including retirement allowances, granted prior to the effective date of this amendment, shall not be affected by this amendment.

5. This amendment shall be attached to said contract and shall be effective as of July 1, 1948.

Witness our hand this 27th day of June, 1948.

CITY COUNCIL
(Name of Legislative Body) of

ATTEST:

B. L. Johnson
Clerk

CITY OF STOCKTON

(Name of Public Agency)

By Jerry Smithley
Presiding Officer

ATTEST:

Carle Chapman
Secretary

BOARD OF ADMINISTRATION
STATE EMPLOYEES' RETIREMENT SYSTEM

By W. E. Stanton
President, BOARD OF ADMINISTRATION