



**Dannel P. Malloy**

GOVERNOR  
STATE OF CONNECTICUT

January 23, 2012

Daniel E. Livingston  
Chief Spokesperson  
Livingston, Adler, Pulda & Meiklejohn, P. C.  
557 Prospect Avenue  
Hartford, CT 06105-2922

Dear Mr. Livingston:

I have recently written to the members of the State Employees Retirement Commission requesting that they direct the Plan's actuary to calculate the impact of eliminating the adjustments to the actuarial required contribution (ARC) provided in SEBAC IV and V. I have asked that the calculation be made so that the Commission can act on this request at its February 15, 2012 meeting and that the change be effective with the 2013 fiscal year.

As I know you are aware, a return to responsible funding of the State's obligations is a primary goal of my administration. The underfunded position of the state's pension fund has been a major concern of mine. The short-sighted savings plans of prior administrations have left us with an obligation for our children and grandchildren which will be difficult, if not impossible, to support in future years. Eliminating the SEBAC IV and V adjustments now will improve the funded position of the plan and make it more sustainable in the future.

I would like to request that the State Employees Bargaining Agent Coalition (SEBAC) approve this action in order to begin improving the funded position of the state's pension plan. I know that SEBAC and the employees of the state recognize the importance of improving the funding of the plan and hope that you will join with me and my administration to take the necessary steps to begin to implement this goal. An agreement, approved by SEBAC leadership, which we can submit to the legislature on February 8, 2012 will make this goal a reality.

Sincerely,

A handwritten signature in blue ink, appearing to read "D. Malloy".

Dannel P. Malloy  
Governor