

THE CALIFORNIA STATE COLLEGES
Office of the Chancellor
5670 Wilshire Boulevard
Los Angeles, California 90036

January 16, 1967

TO: State College Presidents
FROM: Raymond A. Rydell *R.A.R.*
SUBJECT: Employee Tax-Deferred Annuity Program -
Executive Orders Nos. 31 and 33

I am pleased to transmit to you copies of Executive Orders Nos. 31 and 33. Executive Order No. 31 authorizes procedures for implementation of the tax-deferred annuity program at the Colleges. Executive Order No. 33 establishes certain rules relating to solicitation of employees of the California State Colleges.

These orders are issued pursuant to the authority vested in the Chancellor of the California State Colleges by Section 42853 of Title 5 of the California Administrative Code.

RAR:RS:rh
Attachments

Copies to: Business Managers
Personnel Officers
Chancellor's Staff

L64-184

THE CALIFORNIA STATE COLLEGES
Office of the Chancellor
5670 Wilshire Boulevard
Los Angeles, California 90036

Employee Tax-Deferred Annuity Program
Executive Order No. 31

Pursuant to the authority of the Board of Trustees and vested by it in the Chancellor pursuant to Section 42853 of Title 5 of the California Administrative Code, each California State College President and each such President's designee is, by this Executive Order, designated and authorized to:

- (A) Enter into Compensation Reduction Agreements with any employee of the California State Colleges, subject to Section 42852 of Title 5 of the California Administrative Code, for the reduction of the employee's salary and for application of the funds realized by such reduction toward the purchase of an annuity contract on his behalf. Such Agreements shall be in the form most recently approved by the Chancellor of the California State Colleges without changes, deletions or additions.
- (B) Reduce the salary of any employee entering into such an Agreement as provided for in the Compensation Reduction Agreement and Sections 42850 through 42853 of Title 5 of the California Administrative Code.
- (C) Enter into annuity purchase contracts with insurance or annuity companies as selected by each participating employee from a list of companies from time to time designated by the Chancellor or his designee. Immediately above the place for the signature of the President or his designee on the annuity application, the following language shall be inserted prior to signing:

This Agreement is entered into pursuant to Article 3.5 of Subchapter 6 of Chapter 5 of Title 5 of the California Administrative Code and that certain

Agreement dated _____
between the annuity or insurance company
named herein and the Board of Trustees
of the California State Colleges.

The date to be inserted will be different for each participating company. You will be notified periodically of the correct date to be used for each participating company.

- (D) Establish such rules, in addition to those promulgated by the Chancellor, as are necessary and appropriate to govern insurance and annuity company solicitation of employees for the purchase of annuity contracts on their behalf, except that no rule may be established prohibiting direct mail solicitation. Such rules shall be consistent with all applicable provisions of statute, regulation and the annuity purchase contract entered into by the Board of Trustees with each participating insurance and annuity company.

DATED: January 11, 1967



Glenn S. Dumke
Chancellor

No. 31 - Employee Tax-Deferred Annuity Program

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