

STATE OF HAWAII EMPLOYEES' RETIREMENT SYSTEM

February 2011

Dear Custodial Parent:

Subject: Conversion from Semi-Monthly Pension Payments to Monthly Pension Payments in 2011 (Act 94, SLH 2010)

The Employees' Retirement System (ERS) has requested the assistance of the Child Support Enforcement Agency (CSEA) in forwarding this letter to you because we do not have the necessary information to contact you directly.

If you receive this letter, the pension payments for the ERS retiree that we withhold your child support payments from will be converted from semi-monthly payments to monthly payments effective July 2011. Semi-monthly deduction amounts for this retiree will be converted to monthly amounts in July 2011. This conversion to monthly payments is required by Act 94, SLH 2010. The retiree's total pension benefit will be paid at the end of each month starting in July 2011.

There is a transition period from January to June 2011 that will allow the retirees time to adjust their finances from receiving two payments per month to one payment per month. The payment usually paid to the retirees on the 15th of the month will be gradually delayed each month. The checks ERS mails to CSEA for the amounts withheld from the retirees' payments for their child support obligations are subject to the same adjusted payment dates. The payment dates for the end of month payment will not change during or after the transition period. Please refer to the "Payment Dates" on the enclosed Pension Conversion Notice that we mailed in November 2010 to the retirees affected by the Act 94 changes.

If you have any questions about the contents of this letter or the Pension Conversion Notice, please call ERS' Accounting Branch at (808) 586-1650. If you are calling from the Continental U.S., our toll-free number is 1-888-659-0708, extension 61650. We will not be able to answer any specific questions about the retiree you receive child support payments from.

EMPLOYEES' RETIREMENT SYSTEM

Enclosure

