Retirement Administration Service Center Annual Report

UCRS Program Statistics

Fiscal Years Ended June 30, 2011 and 2010 (except where otherwise noted)

Fiscal year ending June 30, 2011 reflects the full-year impact of the restart of employee and employer contributions to UCRP, and the end of the redirect of employee contributions to the DC plan, effective May 2011.

UCRS Programs-
Plan Net Assets of UCRS [1]

		2011		2010
as of June 30, 2011 and 2010, respectively	$	58,242,139,000	$	48,686,409,000
		2010		**2009**
as of June 30, 2010 and 2009, respectively	$	48,686,409,000	$	44,798,534,000
Net Change	$	9,555,730,000	$	3,887,875,000

Number of	**2011**	**2010**
UCRP/UC-PERS/415(m) plans Benefit Recipients	57,199	54,796
Active members in UCRP	115,568	114,928
Active participants in UC Retirement Savings Program plans [3]	122,306	220,270
IRS Form 1099-R/1042-S/W-2 Statements (CY's 2011 and 2010, respectively)	67,585	62,668

UCRS Benefit Payments

Total UCRP Payments [3]	$	2,121,620,000	$	1,977,551,000
Total PERS VERIP Payments	$	4,903,000	$	4,873,000
Total UC Retirement Savings Program Payments	$	860,562,000	$	634,895,000
Total UCRS Benefit Payments	$	2,987,085,000	$	2,617,319,000

UCRS Lump Sum Cashouts

UCRP Lump Sum Cashout Recipients (including QDRO settlements)		888		832
UCRP Lump Sum Cashout Total	$	196,946,000	$	188,804,000

(1) Includes net assets of the UCRP, PERS VERIP, and UC Retirement Savings Program defined contribution plans
(2) Redirect of UCRP employee contributions to the DC plan ended in May 2011
(3) Includes Lump Sum Cashouts

RASC Customer Service

	2011	2010
Total Number of Calls Answered	76,339	74,361
Service Level (June 30, 2011 and 2010, respectively) - *Goal is 80%*	86.7%	67.9%

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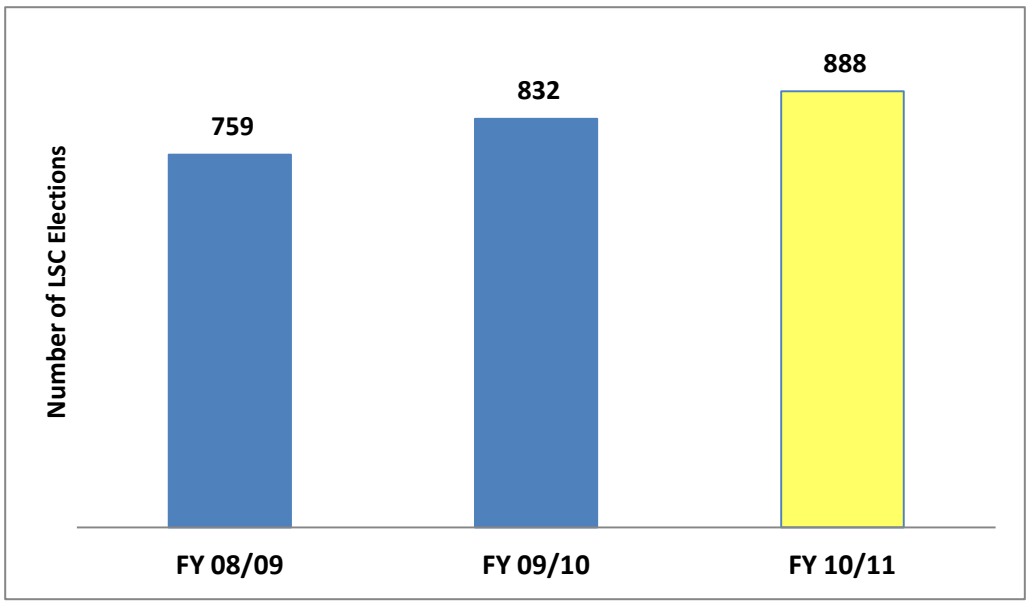
UCRP – Lump Sum Cashout Annual Report

Each year, the UCRS Advisory Board is presented with a report on the Lump Sum Cashout (LSC) payments. The LSC is available to UCRP members who separate from service and are eligible for retirement and to former spouses who want a lump sum payment as a result of a qualified domestic relations order (QDRO). The LSC amount for members is actuarially equivalent to the member's expected lifetime basic retirement income including assumed cost-of-living adjustments. For former spouses, the LSC amount is the actuarial present value of their community property interest in UCRP and is available if the member is eligible to retire.

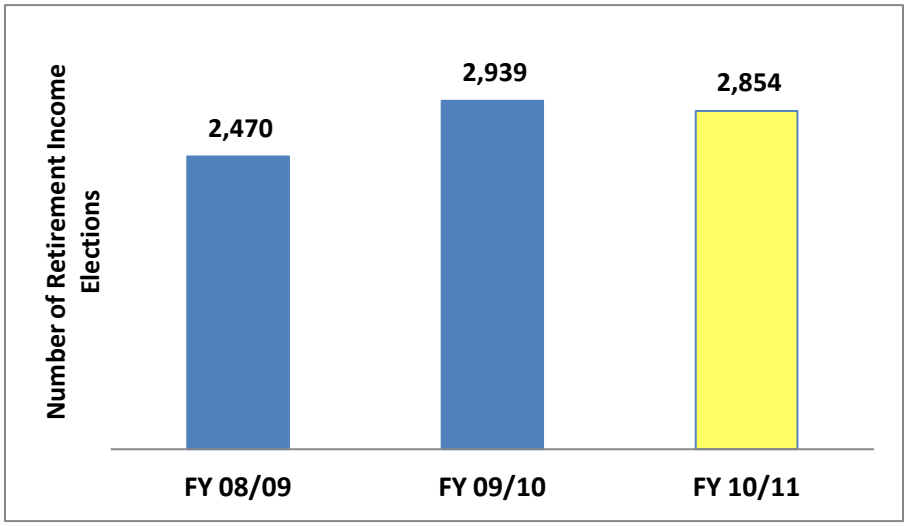
Page 6 is an overview of UCRP LSC and retirement income election and payment activity since fiscal year (FY) 2001/02. A comparison of the data for FY 2011/10 with FY 2009/10 and FY 2008/09 shows the following:

The total number of LSC elections increased by 6.7% from FY 09/10

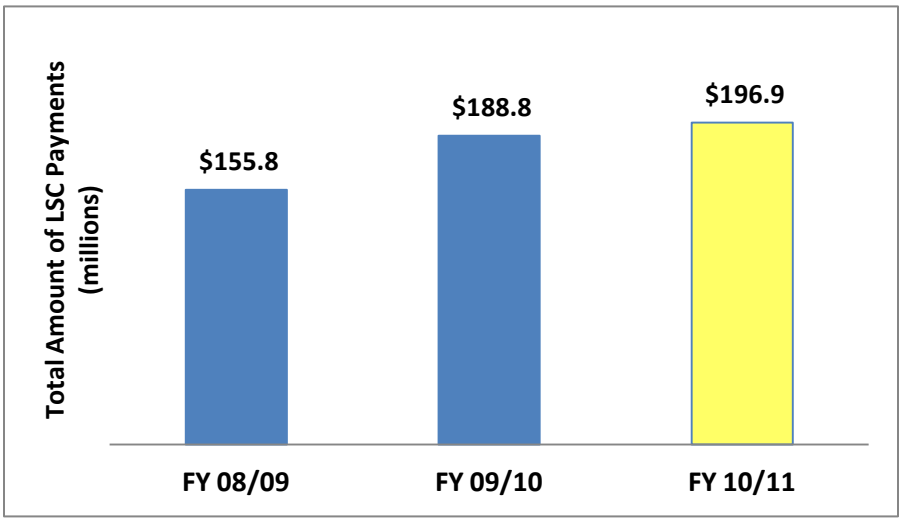
LSC Take Rate by year: 23.5% 22.1% 23.7%



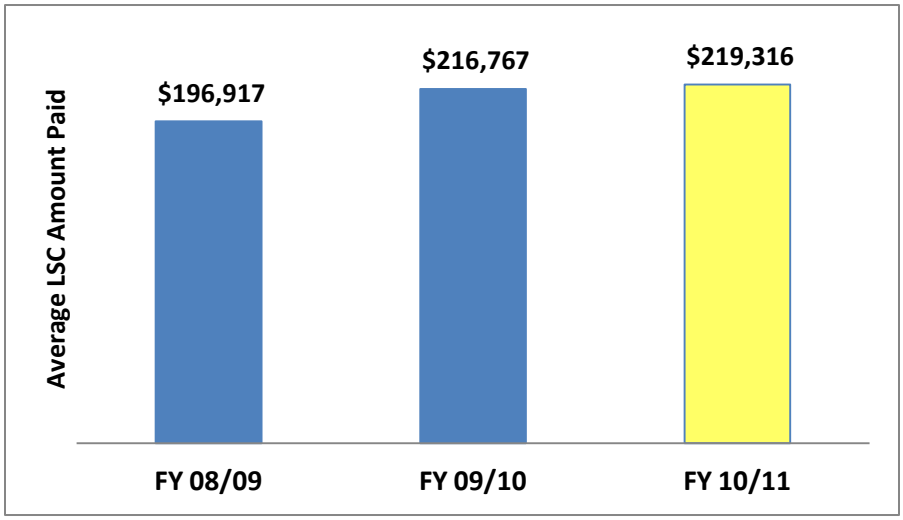
The total number of Retirement Income elections decreased by 2.9%



The total amount of LSC payments increased by 4.3%.

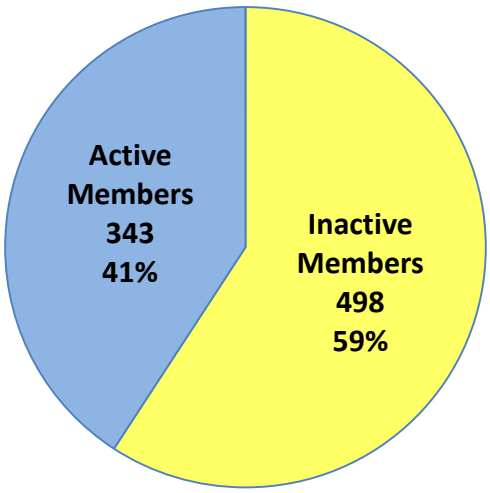


The average LSC amount paid increased by 1.2%.



Of the 841 LSCs elected by members during FY 2010/11, 343 (41%) were elected by active members and 498 (59%) were elected by inactive members.

Distribution of FY 2010/11 LSC Elections by Active vs. Inactive Members

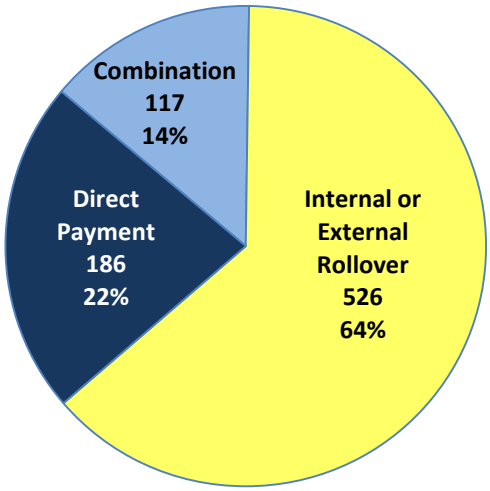


Note that due to timing issues, the number of LSC elections and LSC payments are not exactly the same each fiscal year. The total and average dollar value of LSC payments corresponds to those LSCs actually paid during FY 2010/11 (898 in total, 829 to members and 69 to former spouses).

In FY 2010/11, members could have had an LSC paid to them directly, have had it rolled over to another employer's plan or to an Individual Retirement Account (IRA) (external rollover), or have had the pretax portion rolled over to the UC DC Plan, 403(b) Plan or 457(b) Plan (internal rollover). They also may have chosen a combination of a direct payment and either an internal or external rollover. Of the 829 members who received LSC payments during FY 2010/11, 526 (63.5%) chose

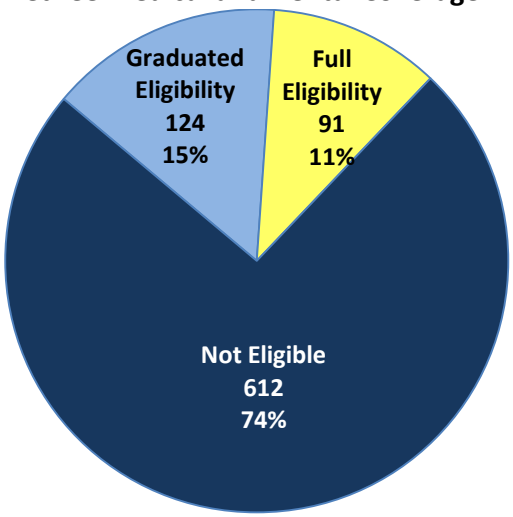
either an internal or external rollover, 186 (22.4%) chose to receive direct payment, and 117 (14.1%) chose a combination of direct payment and rollover.

Disbursement Elections of FY 2010/11 LSC Payments



Members who are eligible to continue medical and dental coverage when they retire forfeit this eligibility if they elect to receive an LSC payment instead of retirement income. Of the 829 members who received an LSC payment during FY 2010/11, 612 (74%) would not have been eligible to continue medical and dental coverage if they had elected retirement income instead of an LSC payment. Of this total number, 91 members (11%) had full eligibility and would have received the maximum UC contribution and 124 members (15%) had graduated eligibility and would have received 50% to 95% of the maximum UC contribution depending on the amount of their service credit.

Eligibility for Retiree Medical and Dental Coverage if No LSC



10-Year UCRP Lump Sum Cashout/Retirement Income Overview

	2001/02	2002/03	2003/04	2004/05	2005/06	2006/07	2007/08	2008/09	2009/10	2010/11
Lump Sum Cashout (LSC) Elections										
Number of LSC - Members	434	407	494	715	746	908	960	710	792	841
Number of LSC - QDROS	53	64	53	70	67	61	66	49	40	47
Total LSC	487	471	547	785	813	969	1,026	759	832	888
LSC Payments ($000's) [1]	$134,025	$102,181	$125,147	$167,210	$191,297	$289,363	$309,780	$155,761	$188,804	$196,946
Average LSC ($000's) [2]	$223	$191	$195	$196	$217	$279	$278	$197	$217	$219
Retirement Income Elections										
Number of Members	1,577	1,769	2,321	2,956	2,896	3,140	3,328	2,459	2,931	2,838
Number of QDROs	14	10	20	15	11	20	23	11	8	16
Total Retirement Income Elections	1,591	1,779	2,341	2,971	2,907	3,160	3,351	2,470	2,939	2,854
LSC Take Rates	21.6%	18.7%	17.5%	19.5%	20.5%	22.4%	22.4%	22.4%	21.3%	22.9%
Members LSC Take Rate (%)										
QDRO LSC Take Rate (%)	79.1%	86.5%	72.6%	82.4%	85.9%	75.3%	74.2%	81.7%	83.3%	74.6%
(# QDRO LSC / # QDRO Retirement Income Elections + # QDRO LSC)										
Total LSC Take Rate (%)	23.4%	20.9%	18.9%	20.9%	21.9%	23.5%	23.4%	23.5%	22.1%	23.7%
(Total # LSC / Total # Retirement Income Elections + Total # LSC)										

Note: Eligibility of the Member to retire is a requirement to elect the LSC; therefore, the take rate percentage for the LSC is measured utilizing retirement figures.

[1] The dollar amount for LSCs represents payments made during the fiscal year.

[2] Effective fiscal year 2000/01 the average LSC is based on the total number of Member and QDRO LSCs paid rather than the total number elected