

# INTERNATIONAL UNION OF OPERATING ENGINEERS

Craft-Maintenance Division State of California Unit 12  
Locals 3, 39 & 501, AFL-CIO

November 19, 2020

***Sent via Certified U.S. Mail  
# 7019 2280 0001 9195 1636***

Eraina Ortega  
Director, CalHR  
1515 "S" Street, North Building, Suite 500  
Sacramento, CA 95811-7258

Dear Ms. Ortega,

By now I am sure that you have heard that California's fiscal picture is not as dire as predicted back in May when the Governor released his May revise. In fact, it is rather rosy. The Department of Finance just recently announced that through October 2020, California has collected \$11.3 billion more in tax revenue than anticipated which is far more than enough to end the pay cut via the PLP 2020 program. The PLP 2020 program was estimated to save the state \$2.4 billion.

To further this optimistic outlook, the Legislative Analyst Office (LAO) recently released a report that stated California could see \$26 billion in one-time surplus funds that will help balance the budget next year.

Given this rather optimistic outlook, the International Union of Operating Engineers believes it is time to revisit the pay cut that was forced on our Unit 12 and 13 members this past summer and have it rescinded immediately.

I look forward to your response.

Sincerely,



Steve Crouch  
Director of Public Employees

cc: Paul Starkey  
Kristine Rodriguez  
Lily Cervantes

SC:dd:IUOE#39/afl-cio