

**APPENDIX "G"**  
**LETTER OF UNDERSTANDING REGARDING WAGES (OCTOBER 1, 2007)**

The intention of Section B.1 of Article 29 is that if the State Budget Act provides an increase in funding for employee compensation of up to 5%, UC shall provide a wage range/rates increase of the same percentage up to 5% for all ASEs. The parties agree that if, in the next few days, they concur on a clearer expression of this idea than that currently contained in Article 29, Section B.1, such language will be substituted for that in Section B.1.