



March 2, 2016

To: Members of the Operations Committee  
From: Keith Carson, Chair  
Subject: Summary of the March 2, 2016 Operations Committee Meeting

Operations Committee Chair Keith Carson called the March 2, 2016 Operations Committee Meeting to order at 9:42 a.m. Committee members present were Keith Carson, Chair, Dale Amaral, Annette Cain-Darnes, Liz Koppenhaver, and Elizabeth Rogers. The other Board members present were Ophelia Basgal, Tarrell Gamble and George Wood; and alternate members David Safer and Darryl Walker. Staff present were Kathy Foster, Interim Chief Executive Officer; Margo Allen, Fiscal Services Officer; Joseph Fletcher, Chief Counsel; Betty Tse, Chief Investment Officer; Harsh Jadhav, Chief of Internal Audit; Victoria Arruda, Human Resources Director; and Sandra Duenas-Cuevas, Benefits Manager.

**ACTION ITEMS**

**1. Discussion and possible motion to approve a New Pay Item – Pay Code 41N for Alameda County**

Staff presented a request from Alameda County to review a new pay item, Pay Code 41N – Clinical Supervision Assignment.

After staff's evaluation, it was determined that since this pay item is for one member in this classification, it will not be considered pensionable compensation according to Government Code Section 7522.34, which applies to new members (PEPRA members) as of January 1, 2013. However, it will be considered compensation earnable for members (legacy members) with entry dates prior to January 1, 2013 based on Government Code Section 31461.

It was moved by Liz Koppenhaver, and seconded by George Wood, that the Operations Committee recommend to the Board of Retirement that the Board approve the non-inclusion of Pay Item 41N – Clinical Supervision Assignment, as pensionable compensation for a member (PEPRA) with an entry date on or after January 1, 2013, based on Government Code Section 7522.34, and approve the inclusion of this pay item as compensation earnable for a member (legacy) with an entry date prior to January 1, 2013, based on Government Code Section 31461.

The motion carried 8 yes (*Amaral, Basgal, Cain-Darnes, Carson, Gamble, Koppenhaver, Rogers, Wood*), 0 no, 0 abstentions.

### **INFORMATION ITEMS**

#### **1. Operating Expenses – Budget vs Actual as of January 31, 2016**

Staff presented the year-to-date operating expenses – budget vs. actual. As of January 31, 2016 actual expenses are \$114,730 under budget.

#### **2. Request for Proposal (RFP) for Financial Services**

Staff announced that the discussion of the RFP for financial services is postponed to a future date.

### **RECOMMENDATION**

1. The Committee recommends, and I move, that the Board of Retirement approve the non-inclusion of Pay Item 41N – Clinical Supervision Assignment, as pensionable compensation for a member (PEPRA) with an entry date on or after January 1, 2013, based on Government Code Section 7522.34, and approve the inclusion of this pay item as compensation earnable for a member (legacy) with an entry date prior to January 1, 2013, based on Government Code Section 31461.

### **TRUSTEE/PUBLIC INPUT**

Trustee Basgal requested that ACERA's fiduciary liability insurance be discussed at a future meeting. Staff offered to have the account manager from Arthur J. Gallagher, ACERA's insurance broker, make a presentation to the Committee on the details of the fiduciary liability policy and the bids received for the July 1, 2016-17 renewal period.

### **ESTABLISHMENT OF NEXT MEETING DATE**

The next meeting is scheduled for April 6, 2016 at 9:30 a.m.

### **MEETING ADJOURNED**

The meeting adjourned at 9:55 a.m.