



November 8, 2013

To: Members of the Actuarial Committee

From: George Wood, Chair

Subject: Summary of the November 8, 2013 Actuarial Committee Meeting

Actuarial Committee Chair George Wood called the November 8, 2013 Actuarial Committee Meeting to order at 10:00 a.m. Committee members present were George Wood, Chair, Liz Koppenhaver and Elizabeth Rogers. The other Board members present were Dale Amaral, Annette Cain-Darnes, George Dewey and alternate members David Safer and Darryl Walker. Staff present were Vince Brown, Chief Executive Officer; Kathy Foster, Assistant Chief Executive Officer; Marguerite Malloy, Associate Counsel; Betty Tse, Chief Investment Officer; Margo Allen, Fiscal Services Officer; Latrena Walker, Project and Information Services Manager; Rose Kwong, Benefits Manager; Victoria Arruda, Human Resources Director; and Harsh Jadhav, Internal Auditor.

ACTION ITEM

There were no action items for discussion.

INFORMATION ITEM

1. Supplemental Benefits Retirees Reserve (SRBR) Funding Policy

Kathy Foster, Assistant CEO, reminded the Committee that the last time the Board reviewed and adopted the Liability Management Policy was in 2007. With the Board's approval, ACERA retained The Segal Company to provide consulting services to review and recommend amendments to the policy. The first phase of Segal's project was to review and make recommendations to ACERA's actuarial funding policy, which was completed in October 2012. Recently Segal began the second phase of this project to review the Contingency Reserve and the Supplemental Retiree Benefits Reserve (SRBR) funding policies.

Paul Angelo, Senior Vice President and Actuary, and Andy Yeung, Vice President and Associate Actuary, of The Segal Company, discussed the contingency reserve, the impacts of ACERA's current interest crediting policy on employer contributions, and the potential reporting changes based on Actuarial Standards of Practice (ASOP).

TRUSTEE/PUBLIC INPUT

ESTABLISHMENT OF NEXT MEETING DATE

The next meeting is to be determined.

MEETING ADJOURNED

The meeting adjourned at 1:00 p.m.