

California Actuarial Advisory Panel

**Minutes of
May 1, 2015**

Locations:

**California State Controller's Office
300 Capitol Mall, 6th Floor, Room 635
Sacramento, CA 95814**

**Segal Consulting
100 Montgomery Street, Suite 500
San Francisco, CA 94104**

**Buck Consultants
1801 Century Park East, Suite 500
Los Angeles, CA 90067**

1. Call to Order and Roll Call

Paul Angelo called the meeting to order at 9:32 am and called roll.

Present: Sacramento: Rick Reed, David Lamoureux
San Francisco: Paul Angelo, John Bartel, Leslie Finertie,
Graham Schmidt, Ian Altman
Los Angeles: David Driscoll

SCO Staff: Shawn Silva, Staff Counsel
Reyna Santana, Administrative Analyst
Will LeMarQuand, Fiscal Analyst
Michael Lu, Fiscal Analyst

2. Approval of Minutes from March 6, 2015 Meeting

Mr. Bartel moved and Mr. Lamoureux seconded to approve the minutes of the March 6, 2015 meeting with the following amendment: "Panelist Ian Altman attended as a member of the public." **The motion passed 8-0.**

3. Work Plan

The Panel discussed current work plan items.

4. Current Legislation

The Panel discussed current legislation.

5. Recent Public Plan Comments by the Press or Others

The Panel discussed recent public plan comments by the press or others.

6. Future Meetings – July 10, 2015

The Panel confirmed the next meeting date of July 10, 2015 at 9:30 am and a tentative date of August 31, 2015 at 9:30 am.

7. CAAP Public Position and Action Regarding Various Actuarial Issues and Review and Update on Previously Issued Guidance Documents (WP #8)

The Panel discussed CAAP public position and action regarding various actuarial issues and reviewed previously issued guidance documents.

8. Evaluating California Public Sector Actuarial Services (WP #5)

The Panel reviewed the draft response.

Mr. Reed moved and Mr. Driscoll seconded to adopt the draft response as a publication of CAAP, subject to non-substantive editorial review by CAAP Chair, Vice Chair, and staff. **The motion passed 8-0.**

9. Discuss Possible Response to ASB Exposure Draft on “Assessment and Disclosure of Risk” (WP #11)

The Panel discussed the draft response.

Mr. Schmidt moved and Mr. Bartel seconded to adopt the draft response – subject to non-substantive editorial review by CAAP Chair, Vice Chair, and staff – and to submit comments to ASB prior to comment letter deadline. **The motion passed 8-0.**

The Panel took a break at 11:40 am and resumed at 11:50 am. Mr. Altman left the meeting at 11:50 am. Ms. Finertie left the meeting at 12:31 pm.

10. Follow-up Research on Level Cost Allocation Model, Including Asset Smoothing Database and Review of CalPERS Direct Rate Smoothing (WP #10)

The Panel discussed follow-up research on level cost allocation model, including asset smoothing database and review of CalPERS direct rate smoothing.

11. State's OPEB Funding Policy

The Panel discussed reporter, Daniel Borenstein's request for response to the State's OPEB funding policy. The Panel decided not to respond.

12. Other Work Plan Items Not Currently Active

The Panel discussed other Work Plan items not currently active.

13. Future Agenda Items

The Panel discussed future agenda items.

14. Public Comment

There was no additional public comment.

15. Adjournment

Mr. Bartel moved and Mr. Schmidt seconded to adjourn the meeting. **The motion passed 6-0, and the Panel adjourned at 12:36 pm.**