

California Actuarial Advisory Panel

**Minutes of
August 24, 2012**

Locations:

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

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

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

1. Call to Order

Chair Milligan called the meeting to order at 9:30 AM and called the roll.

Present: Sacramento: Lynn Miller and Alan Milligan
San Francisco, CA via telephone: John Bartel, Graham Schmidt,
Leslie Finertie, Paul Angelo
Los Angeles, CA via telephone: Harold Loeb

Absent: Rick Reed

SCO Staff: Lindsey Ross, Administrative Assistant
Shawn Silva, Staff Counsel
Scott Taylor, Fiscal Analyst

2. Approval of Minutes of the July 20, 2012 Meeting

Mr. Loeb moved and Mr. Angelo seconded to approve the minutes of the July 20, 2012 meeting without amendment. **The motion passed 7-0.**

3. Work Plan

Mr. Angelo discussed gain sharing – splitting the legislative proposal from the larger actuarial issues.

Mr. Angelo moved and Mr. Schmidt seconded to add an Item #15 to the Work Plan called, "Statutory issues associated with gain sharing, related to 1937 CERL." Mr. Angelo, Mr. Schmidt, and Ms. Finertie will form the workgroup for this item, with a due date of January 31, 2013.

Mr. Miller moved and Mr. Angelo seconded to modify the due date of Work Plan Item #2 from March 2012 to November 2012, and the due date of Work Plan Item #12 from June 2012 to October 2012.

4. Current Legislation

Mr. Milligan updated the Panel on current legislation from the conference committee on pension reform.

No action was taken.

5. Next Meeting

The Panel confirmed the next meeting date as September 28, 2012, from 9:30 AM to 3:30 PM and requested that staff schedule the following meeting for November 7, 2012, at 10:30 AM to 3:30 PM.

6. Defining the Range of Model Funding Policies and Practices Working Group Update

Mr. Milligan briefed the Panel on responses received, and extended the deadline for comments to September 10th.

7. Society of Actuaries (SOA) Research Project – Call for Essays

Mr. Schmidt briefed the Panel on the upcoming SOA symposium.

8. Gain sharing including disclosure, funding, and statutory issues.

Mr. Schmidt briefed the Panel on the Working Group's progress, stating that a substantial outline has been drafted.

9. Possible response to proposed changes to ASOP 6

Mr. Bartel briefed the Panel on the status of the Panel's submitted response.

Mr. Milligan called for a break in the meeting at 10:25 AM and resumed the meeting at 10:35 AM.

10. Developing Pricing and Disclosure Standards For Public Sector Benefit Improvements Working Group Update

Ms. Finertie presented to the Panel a draft. The Panel considered changes to the draft.

Mr. Reed joined the meeting at 11:23 AM.

11. Public Comment

There was no additional public comment.

12. Adjournment

Mr. Reed moved and Ms. Miller seconded to adjourn the meeting. **The motion passed 8-0, and the Panel adjourned at 11:35 AM.**