

# California Actuarial Advisory Panel

## Minutes of April 15, 2011 Meeting

**Locations:**  
**State Controller's Office**  
**300 Capitol Mall, 2<sup>nd</sup> Floor, San Diego Room**  
**Sacramento, CA 95814**

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

### 1. Call to Order

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

Present: Sacramento: Alan Milligan, Paul Angelo, Lynn Miller, Rick Reed, Ed Friend, and John Bartel  
Los Angeles, CA via telephone: Harold Loeb

Guests: John Hiber, SCO, Chief Operating Officer  
Jocelyn Roubique, SCO, Bureau Chief  
Judy Eng, SCO, Fiscal Analyst  
Satveer Ark, SCO, Fiscal Analyst

SCO Staff: Cong Lu, Fiscal Analyst  
Shawn Silva, Staff Counsel  
Scott Taylor, Fiscal Analyst

### 2. Approval of Minutes of the February 25, 2011 Meeting

Mr. Friend motioned and Mr. Miller seconded to approve the minutes of the February 25, 2011 meeting. **The motion passed 7-0.**

### 3. 2011 Work Plan

Mr. Reed motioned and Mr. Angelo seconded that the Panel add to its 2011 Work Plan reviewing and responding to the expected GASB Exposure Draft on pension accounting. **The motion passed 7-0.**

Mr. Friend motioned that the Panel add to its 2011 Work Plan the development of a legislative initiative to require all California employers to provide their employees with a defined contribution pension plan. **Motioned died for want of a second.**

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## 4. Developing Pricing and Disclosure Standards for Public Sector Actuarial Valuation Reports Working Group Update

Mr. Milligan updated the Panel on the working group's progress.

Mr. Milligan requested the SCO staff make a brief presentation at the next Panel meeting to explain the SCO's process for reviewing retirement system reports and preparing the Controller's *Public Retirement Systems Annual Report*.

## 5. Developing Pricing and Disclosure Standards for Public Sector Benefits Improvements Working Group Update

Mr. Reed updated the Panel on the working group's progress.

## 6. Defining The Range Of Model Funding Policies And Practices Working Group Update

Mr. Angelo updated the Panel on the working group's progress and urged the Panel to prioritize this task.

## 7. Developing Disclosure Standards For Public Sector Actuarial Valuation Reports Working Group Update

Mr. Milligan noted that this item duplicated Agenda Item 3 and closed discussion.

With the consensus of the Panel, Mr. Milligan reopened Agenda Item 3.

Mr. Milligan motioned and Mr. Reed seconded that "Develop standards of practice and conduct for reviewing another actuary's work" be added to the 2011 Work Plan. **The motioned passed 6-1, with Mr. Milligan dissenting.**

At Mr. Friend's request, members of the Panel shared their concerns with his failed motion.

Mr. Milligan informed the Panel that the letters offering the Panel's assistance to the Governor and the Legislature had been sent and that no response had yet been received.

## 8. Next Meeting

The Panel requested that staff schedule the next two meetings for May 27, 2011 and June 22, 2011, each starting at 9:30 AM.

## 9. Public Comment

There was no comment from the public.

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## 10. Adjournment

Mr. Reed motioned and Mr. Bartel seconded to adjourn. **The motion passed 7-0**, and the panel adjourned at 10:36 AM.

DRAFT