

**California Actuarial Advisory Panel**



February 12, 2016

Mr. E. Dotson Wilson  
Chief Clerk of the Assembly  
State Capitol, Room 3196  
Sacramento, CA 95814

**SUBJECT: The California Actuarial Advisory Panel's 2015 Annual Report to the California Legislature**

Dear Mr. Wilson:

Pursuant to Government Code section 7507.2, the California Actuarial Advisory Panel (the Panel) is pleased to submit its sixth annual report. During 2015, the Panel met seven times and made significant progress towards fulfilling its statutory responsibilities. Specifically the Panel:

- In May, responded to the Actuarial Standards Board regarding Proposed Risk Assessment Actuarial Standards of Practice Questions;
- In August, published the Evaluating Public Sector Actuarial Services document; and
- In November, released a letter regarding the PEPRA Maximum Compensation Limits for 2016.

The Panel remains ready to assist the Governor and Legislature with analysis of any public pension or OPEB issues. The Panel has unique insight into pension plans and pension issues, not only from a technical view, but as retirement experts with many years of pension and retiree medical experience. The members of the Panel appreciate serving the citizens of California and would welcome any opportunity to discuss the matters raised in this report.

Sincerely,

A handwritten signature in black ink, appearing to read "Paul Angelo".

Paul Angelo  
Chair, California Actuarial Advisory Panel

Paul Angelo  
Senior Vice President  
and Actuary  
Segal Consulting  
Chairperson

John Bartel  
President  
Bartel Associates  
Vice Chairperson

Ian Altman  
Managing Partner  
Altman and Cronin Benefit  
Consultants, LLC

David Driscoll  
Principal and Consulting  
Actuary  
Buck Consultants

David Lamoureux  
Deputy System Actuary  
California State Teachers'  
Retirement System

Rick Reed  
System Actuary  
California State Teachers'  
Retirement System

Graham Schmidt  
Consulting Actuary  
Cheiron, Inc.

cc: Panel members  
John Bartel, Vice Chair  
Ian Altman  
David Driscoll  
David Lamoureux  
Rick Reed  
Graham Schmidt  
Jerry Brown, California Governor  
Betty T. Yee, California State Controller  
John Chiang, California State Treasurer  
Michael Cohen, Director, Department of Finance  
Richard Gillihan, Director, Department of Human Resources  
Jim Cooper, Chair, Assembly Committee on Public Employees,  
Retirement, and Social Security  
Richard Pan, Chair, Senate Public Employment and Retirement  
Committee  
Mac Taylor, Legislative Analyst, Legislative Analyst's Office  
Toni G. Atkins, Speaker of the Assembly  
Kevin de León, Chair, Senate Rules Committee  
Anne Stausboll, Chief Executive Officer, CalPERS  
Jack Ehnes, Chief Executive Officer, CalSTRS  
Janet Napolitano, President, University of California  
Yves Chery, President, State Association of County Retirement  
Systems

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February 12, 2016

Mr. Daniel Alvarez  
Secretary of the Senate  
State Capitol, Room 3044  
Sacramento, CA 95814

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Dear Mr. Alvarez:

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