



February 16, 2017

To: Members of the Actuarial Committee
From: Ophelia Basgal, Chair
Subject: Summary of the February 16, 2017 Actuarial Committee Meeting

Actuarial Committee Chair Ophelia Basgal called the February 16, 2017 Actuarial Committee meeting to order at 11:05 a.m. Committee members present were Ophelia Basgal, Chair, Elizabeth Rogers, and Liz Koppenhaver. The other Board members present were Dale Amaral, Annette Cain-Darnes, and alternate members Nancy Reilly and Darryl Walker. Staff present were David Nelsen, Chief Executive Officer; Kathy Foster, Assistant Chief Executive Officer; Margo Allen, Fiscal Services Officer; Betty Tse, Chief Investment Officer; Harsh Jadhav, Chief Internal Auditor; and Sandra Dueñas-Cuevas, Benefits Manager.

ACTION ITEM

1. Discussion and Possible Motion to Engage an Actuarial Consultant

Staff presented the Committee with a report, which included background information, a timeline, and actuarial consulting services to be performed. Staff proposed the following three options for committee consideration:

- 1) Issue a Request for Proposal (RFP) to engage an Actuarial Consultant;
- 2) Retain Segal and hire an actuarial firm to audit Segal's actuarial work; or,
- 3) The Board could also directly retain a new actuarial consultant.

After thorough review and discussion of all the options, staff recommended the committee consider option two for continued engagement with ACERA's current actuarial consultant.

After a brief discussion, it was moved by Liz Koppenhaver and seconded by Elizabeth Rogers that the Actuarial Committee recommend to the Board of Retirement that the Board retain Segal Consulting for a three-year term, with the option to add two additional years, and to hire an Actuarial Auditing Firm to audit Segal's actuarial work.

The motion carried 6 yes (*Amaral, Basgal, Cain-Darnes, Koppenhaver, Rogers, Walker*), 0 no, 0 abstentions.

INFORMATION ITEMS

Discussion of the proposed 2017 Actuarial Committee work plan



RECOMMENDATION

The committee recommends, and I move, that the Actuarial Committee recommend to the Board of Retirement that the Board retain Segal Consulting for a three-year term, with the option to add two additional years, and to hire an Actuarial Auditing Firm to audit Segal's actuarial work.

TRUSTEE/PUBLIC INPUT

Staff recommends a possible change to the meeting date for the Actuarial Committee meeting because of Supervisor Carson's commitment to CSAC. Chair Basgal requested a survey of the Trustees be completed to determine to what day the meetings may be changed.

ESTABLISHMENT OF NEXT MEETING DATE

To be determined

MEETING ADJOURNED

The meeting adjourned at 11:17 a.m.