

Board of Administration Agenda Item 8cc

February 15, 2017

Item Name: Proposed Decision – In the Matter of the Application to Purchase Service Credit Acquired through the Comprehensive Employment and Training Act by AL H. GHAFFARI, Respondent.

Program: Member Account Management Division

Item Type: Action

Parties' Positions

Staff argues that the Board of Administration should adopt the Proposed Decision.

Respondent Al H. Ghaffari (Respondent Ghaffari) argues that the Board of Administration should decline to adopt the Proposed Decision.

Strategic Plan

This item is not a specific product of either the Strategic or Annual Plans. The determination of administrative appeals is a power reserved to the Board of Administration.

Procedural Summary

Respondent Ghaffari submitted a Request for Service Credit Cost Information to purchase Comprehensive Employment and Training Act (CETA) service credit for his time employed with City of Los Angeles (City). CalPERS reviewed the facts in this case and determined that Respondent Ghaffari is not eligible to purchase CETA service credit through his employment with City because City does not contract with CalPERS for retirement benefits.

Respondent Ghaffari appealed this determination and the matter was heard by the Office of Administrative Hearings on October 20, November 2, November 10, and December 1, 2016. A Proposed Decision was issued on December 22, 2016, denying the appeal.

Alternatives

A. For use if the Board decides to adopt the Proposed Decision as its own Decision:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System hereby adopts as its own Decision the Proposed Decision dated December 22, 2016, concerning the appeal of Al H. Ghaffari; RESOLVED FURTHER that this Board Decision shall be effective 30 days following mailing of the Decision.

B. For use if the Board decides not to adopt the Proposed Decision, and to decide the case upon the record:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, after consideration of the Proposed Decision dated December 22, 2016, concerning the appeal of Al H. Ghaffari, hereby rejects the Proposed Decision and determines to decide the matter itself, based upon the record produced before the Administrative Law Judge and such additional evidence and arguments that are presented by the parties and accepted by the Board; RESOLVED FURTHER that the Board's Decision shall be made after notice is given to all parties.

C. For use if the Board decides to remand the matter back to the Office of Administrative Hearings for the taking of further evidence:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, after consideration of the Proposed Decision dated December 22, 2016, concerning the appeal of Al H. Ghaffari, hereby rejects the Proposed Decision and refers the matter back to the Administrative Law Judge for the taking of additional evidence as specified by the Board at its meeting.

- D. Precedential Nature of Decision (two alternatives; either may be used):
 - For use if the Board wants further argument on the issue of whether to designate its Decision as precedential:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System requests the parties in the matter concerning the appeal of Al H. Ghaffari, as well as interested parties, to submit written argument regarding whether the Board's Decision in this matter should be designated as precedential, and that the Board will consider the issue whether to designate its Decision as precedential at a time to be determined.

2. For use if the Board decides to designate its Decision as precedential, without further argument from the parties.

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, hereby designates as precedential its Decision concerning the appeal of Al H. Ghaffari.

Budget and Fiscal Impacts: Not applicable

Attachments

Attachment A: Proposed Decision Attachment B: Staff's Argument

Attachment C: Respondent(s) Argument(s)

DONNA RAMEL LUM Deputy Executive Officer **Customer Services and Support**

