

# Board of Administration Agenda Item 8I

March 15, 2017

**Item Name:** Proposed Decision – In the Matter of the Calculation of Final Compensation of GREGORY G. COON, Respondent, and COUNTY OF SAN BERNARDINO, SAN BERNARDINO COUNTY EMPLOYEES' RETIREMENT ASSOCIATION (SBCERA), Respondents.

**Program:** Employer Account Management Division

**Item Type:** Action

### Parties' Positions

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

Respondent Gregory G. Coon (Respondent Coon) 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 Coon was employed by Respondent County of San Bernardino and was a member of San Bernardino County Employees' Retirement Association (SBCERA). Respondent Coon signed an application for service retirement on June 15, 2015 and retired for service effective August 22, 2015. CalPERS reviewed the compensation reported by Respondent SBCERA on behalf of Respondent Coon and determined that certain standby pay could not be included in the calculation his final compensation pursuant to the Public Employees' Retirement Law. Respondent Coon appealed this determination and the matter was heard by the Office of Administrative Hearings on January 4, 2017. A Proposed Decision was issued on January 30, 2017, 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 January 30, 2017, concerning the appeal of Gregory G. Coon; 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 January 30, 2017, concerning the appeal of Gregory G. Coon, 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 January 30, 2017, concerning the appeal of Gregory G. Coon, 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):
  - 1. 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 Gregory G. Coon, 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 Gregory G. Coon.

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

