



Finance and Administration Committee Meeting Summary

April 18, 2018

This is intended as a guide for the Committee Chair. Other than the motions, this need not be read verbatim. The Chair may add context/comment as appropriate.

The Finance and Administration Committee met on April 17, 2018.

THE COMMITTEE RECOMMENDS AND I MOVE, the Board approve the following:

- AGENDA ITEM 3b

Approve the April 2018 Prospective Report of Solicitations, Contracts, Purchase Orders and letters of Engagement.

- AGENDA ITEM 3c

Approve the 1959 Survivor Benefit Program Actuarial Valuation Report as of June 30, 2017 and adopt the employer and employee monthly premiums for fiscal year 2018-19.

- AGENDA ITEM 5a

Approve the Fiscal Year (FY) 2018-19 Annual Budget Proposal (First Reading) in the amount of \$1,680,636,000 and 2,875 positions and approve the transmittal of this agenda item.

- AGENDA ITEM 6a

Approve the proposed elected Board Member percentages of time to be spent on Board related duties based on Board and committee selections with a modification to David Miller to state an increase of up to 82%.

- AGENDA ITEM 6b

Approve the extension of current Backup/Restoration & Disaster Recovery (BR/DR) services contract through September 30, 2018, if necessary, at a total cost of approximately \$450,000.00.

- AGENDA ITEM 6c

Approve the proposed amendment to section § 554.7 of the California Code of Regulations and approve the submittal of the final rulemaking package to the Office of Administrative Law (OAL).

- AGENDA ITEM 7a

Adopt the State employer and member contribution rates for the period of July 1, 2018 to June 30, 2019.

- AGENDA ITEM 7b

Adopt an employer contribution rate of 18.062 percent for the Schools Pool and a member contribution rate of 7.00 percent for school's employees subject to the Public Employees' Pension Reform Act of 2013 (PEPRA) for the period of July 1, 2018 to June 30, 2019.

The Committee received reports on the following topics:

- Semi-Annual Health Plan Financial Report
- Reporting on Participating Employers
- Long-Term Care Valuation Report

The Chair directed staff to...

- Review the Board Member Employer Reimbursements process, and come back with reporting definitions, including reportable hours, how hours are validated and possible revised caps/thresholds.
- Propose seeking legislation to increase the monthly stipends for retiree and appointed Board Members

The Committee heard public comment on the following topics:

- Annual Review of Board Member Employer Reimbursements
- Proposed Board of Administration Election Regulation and Public Hearing
- Schools Valuation and Employer/Employee Contribution Rates
- Semi-Annual Health Plan Financial Report
- Reporting on Participating Employers

At this time, I would like to share some highlights of what to expect at the May Finance and Administration Committee meeting:

- 2018-19 Annual Budget Proposal (Second Reading)
- Asset and Liability Transfer to the San Bernardino County Employees' Retirement Association (SBCERA)
- Extension of the Third-Party Administrator (TPA) Contract for the Supplemental Income Plan (SIP)

The next meeting of the Finance and Administration Committee is scheduled for May 15, 2018, in Sacramento, California.