ATTACHMENTA

RESPONDENT'S PETITION FOR RECONSIDERATION

	ATTACHMENT A	
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5	Attorney for Laniece P. Clausell	Page and an interaction of the second s
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8	BOARD OF ADMINISTRATION	
9	CALIFORNIA PUBLIC EMPLOYEES RETIREMENT SYSTEM	
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11	In the Matter of the Application for Industrial) Disability Allowance of:)	OAH Case No. 2020-120640
12	LANIECE P. CLAUSELL,	Agency Case No. 2020-0962
13)	PETITION FOR RECONSDERATION
14	Respondent,)	Hearing Date: March 2, 2021
15		CalPERS Board Meeting: June 16, 2021
16	CALIFORNIA STATE PRISON,) CORCORAN, CALIFORNIA DEPARTMENT)	
17	OF CORRECTIONS AND) REHABILITATION,)	
18	Respondent.	
19)	
20	Pursuant to Government Code Section 11521, CalPERS Member Laniece Clausell hereby	
21	files a Petition for Reconsideration of the CalPERS notice, dated June 17, 2021, notifying	
22	Member Laniece Clausell that CalPERS adopted the Administrative Judge's Proposed Decision	
23	to deny Laniece Clausell's application for an industrial disability retirement.	
24	This Petition for Reconsideration is based on the premise that the evidence does not	
25	support the actions of the Retirement Board and that it acted in excess of their powers.	
26	By adopting the administrative Proposed Decision, CalPERS exceeded their powers by	
27	not following the law outlined in the Government Code or the related case law.	
28	The evidence does not justify the Proposed	d Decision. This Petition for Reconsideration is

1 based on primarily because the Court of Appeal stated that their decision in Haywood is to be viewed through the prism of a member being terminated for cause. Here, Ms. Claussell was not 2 3 terminated for cause or in danger of being terminated for cause and her employer took advantage of her decision to resign by asking her to sign a settlement agreement, which was an illusory 4 5 contract, where terms exist that she would not seek re-employment. At no time, was Ms. 6 Clausell in danger of being terminated or have any pending discipline. Member Laniece Clausell respectfully requests the Board to reconsider its decision to 7 8 deny her eligibility to apply for disability retirement and to review the written briefs by all 9 parties, the evidence referred to in those briefs and to exercise its authority under the California 10 Government Code and grant her eligibility to apply/process her industrial disability retirement. 11 Ms. Claussell was denied the processing of her application under the "Haywood" case. 12 The *Haywood* Court concluded: When public employee is fired for cause, and when discharge is neither the ultimate 13 result of disabling medical condition nor preemptive of an otherwise valid claim for disability retirement, termination of employment relationship renders employee 14 *ineligible for disability retirement*, regardless of whether timely application for such benefits has been filed. West's Ann.Cal.Gov.Code § 21156. Haywood v. American River 15 Fire Protection Dist. (1998) 67 Cal.App.4th 1292 [79 Cal.Rptr.2d 749] 16 17 As noted just below in the *Smith* case, this Court clarified that in reaching its conclusion in Haywood, "dismissal for good cause.... was essential to... our analysis." The court frames 18 19 when its conclusion applies. It concludes that, "Termination of employment relationship renders 20 employee ineligible for disability retirement." It also tells us when it applies.... "When a public 21 employee is fired for cause." That is, termination of the employment relationship renders 22 employee ineligible for disability retirement....when a public employee is terminated for cause. 23 CalPERS has ignored this limitation placed by the *Haywood* court in this application and 24 probably others. 25 The *Smith* court, the same court that decided *Haywood* further expands on these 26 limitations. 27 The *Smith* case touches more on the exceptions of *Haywood* cancellations, however, there 28 is a statement by the Court that is fundamental in reaching their conclusions in both the Haywood - 2 -

1 and *Smith* Cases

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In discussing Haywood, the Smith Court states:

"In the first place, our conclusion that a dismissal for good cause unrelated to a medical disability disqualifies an employee for a disability retirement was essential to the dispute before us and our analysis. Nothing about it exceeds the necessary ratio decidendi of the case. We therefore reject the plaintiffs characterization of the principle as mere unpersuasive dicta." Smith v. City of Napa (2004) 120 Cal.App.4th 194, 204 [14 Cal.Rptr.3d 908, 914]

The Smith Court discusses their previous decision in Haywood and explains that in
reaching their conclusion "dismissal for good cause" was essential to their rationale and analysis.
Since, Ms. Clausell was not dismissed for cause, none of these cases apply. Ms. Clausell
strongly believes that under the facts of her situation, the Haywood Court will reach a different
conclusion allowing her to be eligible to apply for an industrial disability retirement.

Also, the *Smith* court opened the door to applying principles of equity in these cases:
"Conceivably, there may be facts under which a court, applying principles of equity, will deem

14 an employee's right to a disability retirement *207 to be matured and thus survive a dismissal for

15 cause. This case does not present facts on which to explore the outer limits of maturity,

16 however." Smith v. City of Napa (2004) 120 Cal.App.4th 194, 206–207 [14 Cal.Rptr.3d 908,

17 916]

18 The Haywood court concluded, "that where an employee is terminated for cause and the 19 discharge is neither the ultimate result of the disabling medical condition nor preemptive of an 20 otherwise valid claim for disability retirement, the termination of the employment relationship 21 renders the employee ineligible for disability retirement."

The CalPERS Board of Retirement may be tempted to continue to deny eligibility to members who sign an illusory agreement, and who have not been terminated for cause or in danger of being terminated for cause, but this would be a breach of its fiduciary duty and not what the Court of Appeal intended.

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1	CONCLUSION		
2	Laniece Clausell requests the CalPERS Board of Retirement to Reconsider its decision to		
3	deny his application for an industrial disability retirement, review the written arguments/record		
4	and find that she is eligible to apply for an Industrial Disability Retirement.		
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6	Dated: June 22, 2021 Steven R Resales		
7 8	Steven R. Rosales, Esq. Attorney for Respondent Laniece Clausell		
9	Laniece Clausell		
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