

BOARD MEETING MINUTES

JANUARY 25, 2012 – FINAL



TRUSTEE AND STAFF ATTENDANCE

In Attendance	Mr. Kelly Fox, Chair – Olympia Fire District
In Attendance	Mr. Jack Simington, Vice Chair – Kennewick Police Department
In Attendance	Mr. Ryan Martin – Vancouver Police Department
In Attendance	Mr. Jeff Holy – Spokane Police Department (Retired)
In Attendance	Mr. Mark Johnson – Vancouver Fire Department
In Attendance	Mr. Pat Helper – Snohomish County Fire District 1
In Attendance	Mr. Paul Golnik – WA Fire Commissioners Association
In Attendance	Mr. David Cline – City of Tukwila
In Attendance	Mr. Glenn Olson – Clark County
Absent	Senator Jim Honeyford – WA State Senator
Absent	Representative Kevin Van De Wege – WA State Representative

In Attendance	Steve Nelsen – Executive Director
Absent	Jessica Burkhart – Executive Assistant
In Attendance	Tammy Harman – Administrative Services and Communications Manager
In Attendance	Greg Deam – Senior Research and Policy Manager
In Attendance	Tim Valencia – Senior Research and Policy Manager
In Attendance	Chad Standifer – Assistant Attorney General
In Attendance	Malia Bonham – Developmental Job Assignment

CALL TO ORDER

Chair Kelly Fox called the meeting to order at 9:40 AM. A quorum of the members was present.

OPENING | The members of the Board took a moment of silence to honor those who had fallen since the last time the Board met.

APPROVAL OF MINUTES | *It was moved to approve the Board meeting minutes from October 26, 2011. Motion seconded. The Board approved the minutes without objection.*

1. MERGER REPORT – OFFICE OF THE STATE ACTUARY

Presentation by Matthew M. Smith, FCA, EA, MAAA – State Actuary and Aaron Gutierrez, MPA, JD – Policy Analyst with the Office of the State Actuary (OSA) about the OSA Study Results: LEOFF Merger.

PRESENTED | Mr. Gutierrez served as the lead project manager and provided a high-level overview of the OSA results. Both Mr. Gutierrez and Mr. Smith answered questions as they arose throughout the presentation. Information included:

- LEOFF 1 and LEOFF 2 Before
- LEOFF 1 and LEOFF 2 After
- Merged Plan – Hypothetical Results
- Question and Answer

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FOLLOW-UP

Mr. Smith stated that he would follow-up with Director Nelsen in regards to his question about the amount of LEOFF 1 Deferred Asset Losses to be recognized through 2011. The amount for 2010 was 976 million.

BRIEFING OF SENATE BILL 6134

TESTIMONY

- Chief Bruce Bjork gave an overview of what the bill does.
- Sergeant Duane Makovincz gave testimony on what this bill could do for him.

2. REVIEW OF HB 2350

Presented by Steve Nelsen, Executive Director of the LEOFF 2 Board

PRESENTED

Director Nelsen reviewed the merger information from July, 2011 (HB 2097) and then went over what has since changed. Information included:

- Overview
- Issue Description
- Background Information
- Bill Summary
- Policy Issue
- OSA Study
- Discussion and Questions

TESTIMONY

- R. C. Warbrouck – Retired Fire Fighters’ of Washington
- Bill Wiester, Retired Grant County Sheriff
- James A. Fossos – Retired Fire Fighters’ of Washington
- Jerry Taylor from the Retired State Police Officers’ Association
- Ken Crowder from the Washington Association of Retired Police Officers’
- Tony Sexton from the Retired Thurston County Sheriff’s Office

ACTION TAKEN

It was moved for the Board to support HB 2350. Motion seconded. Discussion took place amongst the board. Motion failed with 3 Yes’s (Mr.’s Fox, Johnston and Simington), 5 No’s (Mr.’s Martin, Holy, Olson, Golnik and Cline) and 1 abstained (Mr. Hepler)

3. ADMINISTRATIVE UPDATE

Presented by Steve Nelsen, Executive Director of the LEOFF 2 Board

STAFF UPDATE

Director Nelsen introduced Malia Bonham, who will be temporarily filling Jessica Burkhart’s

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Executive Assistant position through a developmental job opportunity. Miss Bonham has a pension-related background as she comes to the Board having been an employee of the Department of Retirement Systems. She has served as a Retirement Services Analyst in the Public Employees'/School Employees' unit for over five years.

TECHNICAL CORRECTIONS

Inadvertent errors not considered technical corrections according to the Code Reviser. Needs to be separated and brought to attention. No motion necessary unless the Board does not agree.

ADJOURNMENT

Chair Kelly Fox adjourned the meeting at 1:57 PM.

NEXT MEETING

The next meeting of the LEOFF Plan 2 Retirement Board is scheduled for February 22, 2012 from 9:30 a.m. to 3:00 p.m. at the Washington State Investment Board located at 2100 Evergreen Park Drive S.W. Olympia, WA 98502.