



STATE OF WASHINGTON

**LAW ENFORCEMENT OFFICERS' AND FIRE FIGHTERS'
PLAN 2 RETIREMENT BOARD**

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SPECIAL BOARD MEETING
January 3, 2006

The Law Enforcement Officers' and Fire Fighters' (LEOFF) Plan 2 Retirement Board met in the Boardroom of the Washington State Investment Board located at 2100 Evergreen Park Drive S.W., Olympia, Washington on January 3, 2006.

Board Members Present:

Kelly Fox, Chair
Jack Simington, Vice Chair – Via Teleconference
Doug Cochran
Michael Edwards
Pat Hepler
Jeff Holy – Via Teleconference
Mark Johnston
Maureen Morris
Representative Geoff Simpson – Via Teleconference

Staff Present:

Steve Nelsen, Executive Director
Shawn Merchant, Deputy Director
Jessica Burkhart, Executive Assistant
Jeralyn Faulhaber, Administrative Services Manager
Tim Valencia, Senior Research Policy Manager
Greg Deam, Senior Research and Policy Manager

Guests:

Steve Davis, Davis Accounting and Auditing

Board Members Not Present:

Senator Linda Evans Parlette

Kelly Fox, Chair, called the meeting of the Law Enforcement Officers' and Fire Fighters' Plan 2 Retirement Board to order at 10:40 a.m. The Board took a moment of silence to remember and honor those who have fallen since the last time the Board met.

1) **December 8, 2005 Board Meeting Minutes**

It was moved that the December 8, 2005 Board meeting minutes be adopted as presented. Seconded.

MOTION CARRIED UNANIMOUSLY

2) **Annual Audit of Expenditures Results, Davis Accounting and Auditing**

Steve Nelsen introduced Steve Davis of Davis Accounting and Auditing Services which is the firm that conducted an independent audit for the LEOFF Plan 2 Retirement Board. Mr. Davis provided a brief overview of his background and presented the results for the year ending June 30, 2005. The results revealed that it was a “clean” audit and the Board had spent \$349,889 less than anticipated.

3) **Survivor Health Care Insurance, Final Proposal – Tim Valencia**

Tim Valencia, Senior Research and Policy Manager presented a *Final Proposal* and *Presentation* on Survivor Health Care Insurance. Mr. Valencia included a review of the key features of this topic.

A bill draft (Z-0899.3) was provided.

It was moved that the Board use the proposed bill draft (Z-0899.3) and move forward pursuing legislation on the topic of Survivor Health Care Insurance. Seconded.

MOTION CARRIED UNANIMOUSLY

4) **\$150,000 Death Benefit for Occupational Illness, Final Proposal – Tim Valencia**

Tim Valencia, Senior Research and Policy Manager provided the Board with *Final Proposal* on the topic of \$150,000 Death Benefit for Occupational Illness. Mr. Valencia’ report included a review of the key issues, as well as a proposal summary on the cost involved:

- Member 0.01%
- Employer 0.01%
- State 0.00%

A bill draft (Z-1026.1) was provided.

It was moved that the Board use the proposed bill draft (Z-1026.1) and move forward pursuing legislation on the topic of \$150,000 Death Benefit for Occupational Illness. Seconded.

MOTION CARRIED UNANIMOUSLY

Next Meeting

The next meeting of the LEOFF Plan 2 Retirement Board is scheduled for January 25, 2006 from 9:30 a.m. – 3:00 p.m. at the Washington State Investment Board located at 2100 Evergreen Park Drive S.W., Olympia, Washington 98502.

There being no further business, the meeting adjourned at 11:12 a.m.