



**MINUTES**  
**REAO Board of Directors' Meeting**  
**OCERS Hearing Room**  
**2223 Wellington Avenue, Santa Ana**  
**Wednesday, May 11, 2016**  
**9:30 AM**

**I. Called to Order at 9:30 AM by REAO Co-President, Linda Robinson**

Present: Linda Robinson, Bill Castro, Rebecca Guider, Larry Leaman, John Iagjian and Gaylan Harris. Also in attendance are Lou Scarpino, Steve Delaney, Jon Gossord (OCERS IT manager) and Ilene Bárcenas, Office Manager. There is a quorum.

Absent: Sara Ruckle Harms, Doug Storm, Jan Grimes, Tom Beckett

**II. OCERS Presentation**

Jon Gossord and the REAO Board introduced themselves and summarized their backgrounds.

2015 OCERS Year in Review materials were distributed. Every year Steve Delaney goes to the OCERS Board to let them know that he will be sharing these materials with all of the Plan Sponsors, the labor groups and the Board of Supervisors. A new mission statement was established for OCERS that states: "We provide secure retirement and disability benefits with the highest standards of excellence".

Steve Delaney summarized the Year in Review materials with the REAO Board. One of the larger challenges of the system is that the mortality of retirees – we are living longer.

The next Investment meeting will be held on Wednesday, May 18, 2016 and OCERS would welcome REAO Board members to attend.

Steve Delaney would like to have a focus group with retirees to work on the best way to serve the older retirees. He would like to know if REAO to be a part of this group and share what they believe is best way to serve the retirees. Vice-Chair Ball would like to have members of the REAO Board attend the OCERS Board on a regular (quarterly?) basis.

Update on security events – they have not found any additional compromised accounts other than then original three. The Sheriff's Department is still actively investigating the breach. They have also contracted with Mandiant, one of the premier companies in cyber breaches. They will be working with Mandiant to determine what other security precautions should be taken.

*Action Item: Ilene Bárcenas will add Steve Delaney to our weekly REAOC news e-mails. We will also share the e-mail address to the OCERS Board. We will also send a listing of the REAOC luncheons to Steve Delaney. Steve Delaney would like to have a listing of our REAOC Board meetings and be on each of our agendas.*

### **III. Approval of Regular and Executive Minutes from April 20, 2016**

*A motion was made by Larry Leaman and seconded by John Iagjian to approve the April 20, 2016 REAOC Board meeting minutes as written. Motion carried.*

*Motion made by Larry Leaman and seconded by John Iagjian to move the Executive Session minutes as corrected. Motion carried.*

### **IV. Treasurer's Report for April 2016**

Bill Castro presented the Operating Report for the month of April 2016.

*Motion made by Rebecca Guider and seconded by John Iagjian to approve the Monthly Operating Report for April 2016. Motion carried.*

### **V. Website Update**

Ilene Bárcenas distributed the instructions for the Board members to access the pages for the Board.

The cost for the new design of the membership pamphlet was \$250; an invoice was sent by Lori Vandemier to Bill Castro and the payment has been made.

### **VI. Meeting Reports**

#### **A. OCERS**

In advance of the meeting, Sara Ruckle Harms sent a summary of the April 18, 2016 regular meeting of the OCERS Board. Linda Robinson shared highlights from Sara Ruckle Harms' report. As stated above, Steve Delaney will be added to each of our REAOC Board agendas. Linda Robinson stated that everyone is welcomed to attend any of the OCERS Board meetings. The next meetings will be on Monday, May 16, 2016 (the regular Board meeting) and Wednesday, May 18, 2016 (the Plan Sponsors meeting). Larry Leaman will attend the 18<sup>th</sup> meeting and Rebecca Guider will attend the 16<sup>th</sup>.

#### **B. CRCEA**

Lou Scarpino reported that he has not yet worked with Skip Murphy. Skip has formed a working relationship with the CalPERS retiree association RPEA President. Lou will be working with Skip to help move the concept of a joint CRCEA / RPEA regarding rapid

response effort and inclusion of CRCEA in the extensive legislative meet with your legislator day in Sacramento. Additional legislative cooperation may be forthcoming from these efforts.

The next CRCEA conference is October 17-19 in Walnut Creek, CA. They have run out of the less expensive rooms and the new rate is \$179.00. Linda Robinson asked the Board to think about attending the conference.

## **VII. Committee Reports**

### **A. Membership**

In advance of the meeting, the membership report was sent to the REAOC Board and the report was presented by John Iagjian. The numbers are continuing to rise.

Linda Robinson, Rebecca Guider and John Iagjian attended the County Wellness Fair. They had many visitors at our REAOC table and our attendance was well received.

*Action Item: Ilene Bárcenas will look into the cost of ordering name tags for the Board members.*

### **B. Board Watch**

There have been no items of interest at the Board of Supervisors meeting this past month. Norma Roberts did point out that one of the retirees, Tom Sacco, will not be able to serve on the Board Watch Committee due to personal issues. She will continue to try to back fill for the open position on this committee.

### **C. Scholarships**

Ilene Bárcenas reported that the letters were sent out to the students who were awarded the scholarships as well as the ones who were not selected. To date she has heard from only one of the awardees who lives in Missouri; although he will not attend the luncheon, he will have family members represent him.

*A motion was made by Bill Castro to have the REAOC Board approve the four scholarships for the awardees who are: Clayton Mayor, Clarissa Aguirre, Justin Tram and Mara Hughes; Linda Robinson seconded. Motion carried.*

### **D. Legislation**

In advance of the meeting, Lou Scarpino sent out the updated legislative report. Lou Scarpino summarized the report and the changes since the last report.

*Larry Leaman discussed opposition to AB 1812 that would Limit Public Employees' retirement benefits. His Motion not seconded after the discussion.*

It was decided that we would not take an action on legislation until we have the full Board present.

June 3, 2016 is the last day for each house to pass bills introduced in the respective house. The Governor's May Budget Revise is due out very soon.

## **VIII. Luncheon**

May luncheon

- The Good Cop/Bad Cop duo will entertain at the luncheon for May.
- Presentation of the scholarship awards
- Honoring the veterans – Doug Storm will bring the flowers for the honorees.

*Action Item: Ilene Bárcenas will send an e-mail to Walt de Vries to determine if he will be attending the luncheon and make the presentations to the veterans. Doug Storm will purchase the flowers for the event.*

## **IX. The Informer**

The Informer was sent out last week to all members. The deadline for the articles for the September Informer is August 3, 2016.

## **X. Presidents' Message**

### **A. Litigation Update**

Ernie Galvan filed, on behalf of REAOC, the Amicus Brief for the City of Vallejo's Police Officers' Association lawsuit against the city.

Jerry Telles, from Stanislaus County, had a discussion with Linda Robinson regarding their lawsuit against their county regarding the medical benefits. There is now a settlement in favor of the retirees but it will have to be approved by the Federal Court level.

### **B. Health Insurance Issues**

Vicki Gray contacted Linda Robinson a few weeks ago and she stated that she has had problem with Blue Shield and Medicare's coordination of benefits. This will be discussed when REAOC meets with Employee Benefits in June.

At the June REAOC Board meeting, we will discuss the issues regarding the medical consultant.

C. REAOC Brochure

*Action Item: Ilene Bárcenas will resend the final brochure to the Board.*

**XI. Adjournment**

*A motion was made John Iagjian and seconded by Rebecca Guider to adjourn the meeting at 12:04 PM. Motion carried.*