

MINUTES
AREOC Board of Directors' Meeting
OCERS Hearing Room
2223 Wellington Avenue, Santa Ana
Wednesday, March 9, 2011

I. Call to Order at 9:33 AM by Sara Ruckle Harms

In attendance officers and directors: Sara Ruckle Harms, Linda Robinson, Doug Storm, Larry Leaman, Gaylan Harris, John LaRoche, Chuck Hulse, Bob Griffith and Lou Scarpino. There is a quorum. Also present were June Marcott, John Iagjian and Ilene Bárcenas, Office Manager.

II. Approval of Minutes – February 2011.

A motion was made by Larry Leaman and seconded by Chuck Hulse to accept the minutes of the February 9, 2010 meeting as written. Motion approved unanimously.

III. Treasurer Report February 2011

Sara Ruckle Harms presented the Treasurer's Report for February 2011.

Linda Robinson made a motion to accept the February 2011 Treasurer's Report which was seconded by John LaRoche. Motion passed.

IV. Proposed Budget Approval

Sara Ruckle Harms presented the proposed budget which reflects the input from the February AREOC Board meeting. Budget will be adjusted to show the "contingency reserve" rather than surplus at the end of the budget. Nicole Macias will be asked to have the footnote to be moved up to the appropriate line item and to delete the IRS wording regarding the mileage.

Motion made by Lou Scarpino and seconded by Chuck Hulse to approve the proposed 2011 AREOC Budget. Motion carried.

Note: presentation by Steve Delaney regarding premium pay issues and the computer programming. In April 009 OCERS became aware of some issues with comp salaries. In April 2010, it became clear that there was a systematic problem, pulling only base salaries and not pulling premium pay and sending those figures to the actuary thus OCERS was under projecting the impact of the retirement. OCSA and OCFA were the main recipients of this error. Rates will be corrected July 2011. This error began in 2003 when a new computer system was initiated. OCERS brought in a third party to audit the plans and the hope is a final report will be available to the OCERS Board by the April 2011 meeting.

V. Report Re: Boot Camp Conference

Gaylan Harris reported briefly on the Boot Camp. A formal report will be sent out to all Board members.

VI. Report Re: UCI Health Care Forecast

Sara Ruckle Harms attended the Health Care Forecast Conference and presented a verbal and written summary of the conference. She will also forward handouts from the conference when they are available.

VII. Report Re: LA Trustee Conference

Larry Leaman attended the LA Trustee Conference and shared a summary of the conference. He also earlier distributed notes from his conference on March 2, 2011. He also shared a handout of an inventory of pension related organizations. A PowerPoint presentation from the meeting will be sent to all Board members.

VIII. Work Group Report

Larry Leaman distributed buttons that he donated to AREOC. The workgroup has not met. The homework assignment distributed after the last AREOC Board meeting regarding Risk Assessment has resulted in some comments but Larry Leaman would like all Board members to review the document and send in their comments.

Larry Leaman discussed the drafts that he sent regarding the logo. After discussion, “retirement security” with a shield symbol and with no image will be discussed with the graphic artist and a final rendering will be made for sharing with the Board members.

IX. Adjournment

A motion was made by John LaRoche and seconded by Chuck Hulse to adjourn the meeting at 11:5 AM. Motion passed.