

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
BOARD OF RETIREMENT
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CALIFORNIA

REGULAR MEETING
Monday, June 18, 2018
9:00 a.m.

AGENDA

The Orange County Board of Retirement welcomes you to this meeting. This agenda contains a brief general description of each item to be considered. The Board of Retirement may take action on any item included in the following agenda; however, except as otherwise provided by law, no action shall be taken on any item not appearing on the agenda. The Board of Retirement may consider matters included on the agenda in any order, and not necessarily in the order listed.

PLEDGE OF ALLEGIANCE

PUBLIC COMMENTS

At this time, members of the public may comment on (1) matters not included on the agenda, provided that the matter is within the subject matter jurisdiction of the Board; and (2) any matter appearing on the Consent Agenda.

When addressing the Board, please state your name for the record prior to providing your comments. Speakers will be limited to three (3) minutes.

In addition, public comment on matters listed on this agenda will be taken at the time the item is addressed. Persons wishing to address items on the agenda should provide written notice to the Secretary of the Board prior to the Board's discussion on the item by signing in on the Public Comment Sign-In Sheet located at the back of the room.

CONSENT AGENDA

All matters on the Consent Agenda are to be approved by one action unless a Board Member requests separate action on a specific item.

BENEFITS

C-1 [OPTION 4 RETIREMENT ELECTION](#)

Recommendation: Grant election of retirement benefit payment, Option 4, based on Segal Consulting's actuarial report.

- (1) Michael Whalen
- (2) Michael Murphy

- (3) Gary Lee
- (4) William Valdez

ADMINISTRATION

C-2 BOARD MEETINGS AND COMMITTEE MEETINGS

Disability Committee Minutes	April 24, 2018
Regular Board Meeting Minutes	May 14, 2018

Recommendation: Approve minutes.

ACTION ITEMS

NOTE: Public comment on matters listed in this agenda will be taken at the time the item is addressed, prior to the Board’s discussion of the item. Persons wishing to address items on the agenda should provide written notice to the Secretary of the Board prior to the Board’s discussion on the item by signing in on the Public Comment Sign-In Sheet located at the back of the room.

A-1 INDIVIDUAL ACTION ON ANY ITEM TRAILED FROM THE CONSENT AGENDA

A-2 DECEMBER 31, 2017 ACTUARIAL VALUATION

Presentation by Andy Yeung, Segal Consulting

Recommendation: Approve the Actuarial Valuation and Review as of December 31, 2017 and adopt contribution rates for Fiscal Year 2019 – 2020 as recommended by Segal Consulting.

A-3 2017 AUDITED FINANCIAL STATEMENTS AND COMPREHENSIVE ANNUAL FINANCIAL REPORTS

Presentation by Brenda Shott, Assistant Chief Executive Officer and Tracy Bowman, Director of Finance

Recommendation: Approve the following recommendations presented to the Audit Committee during a meeting held on June 7, 2018:

1. Approve OCERS’ audited financial statements for the year ended December 31, 2017.
2. Direct staff to finalize OCERS’ 2017 Comprehensive Annual Financial Report (CAFR)
3. Approve the Governmental Accounting Standards Board (GASB) Statement 67 Actuarial Valuation as of December 31, 2017.
4. Receive and file Macias, Gini & O’Connell LLP’s (MGO) “OCERS’ Report to the Audit Committee for the Year Ended December 31, 2017” and their “Independent Auditor’s Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on

an Audit of Financial Statements Performed in Accordance with *Government Auditing Standards.*”

A-4 GASB 68 VALUATION AND AUDIT REPORT

Presentation by Brenda Shott, Assistant Chief Executive Officer and Tracy Bowman, Director of Finance

Recommendation: Approve the following recommendations from the Audit Committee during a meeting held on June 7, 2018:

1. Approve OCERS’ audited Schedule of Allocated Pension Amounts by Employer as of and for the Year Ended December 31, 2017.
2. Approve the Governmental Accounting Standards Board (GASB) Statement 68 Actuarial Valuation as of December 31, 2017 for distribution to employers.

INFORMATION ITEMS

I-1 MEMBER MATERIALS DISTRIBUTED

Written Report

Application Notices
Death Notices

June 18, 2018
June 18, 2018

I-2 CEO FUTURE AGENDAS AND 2018 OCERS BOARD WORK PLAN

Written Report

I-3 QUIET PERIOD – NON-INVESTMENT CONTRACTS

Written Report

I-4 LEGISLATIVE UPDATE

Written Report

I-5 2018 STRATEGIC PLANNING WORKSHOP – PROPOSED AGENDA TOPICS

Written Report

I-6 BUSINESS CONTINUITY AND DISASTER RECOVERY PLAN UPDATE

Written report

I-7 2018 ANNUAL OCERS BUSINESS PLAN PROGRESS – MID YEAR REVIEW

Written Report

I-8 OCERS 2018-2020 STRATEGIC PLAN PROGRESS – MID YEAR REVIEW

Written Report

I-9 UPDATE BOARD ELECTION, SAFETY MEMBER AND ALTERNATE SAFETY MEMBER RESULTS

Written Report

I-10 NIPA ANNUAL FORUM AND EXPO (NAFE)

Written Report

I-11 2018 MILKEN INSTITUTE CONFERENCE

Written Report

I-12 BUSINESS CONTINUITY AND DISASTER RECOVERY PLAN EXERCISE EXECUTIVE SUMMARY

Written Report

I-13 DISPOSITION OF EQUIPMENT

Written Report

I-14 BOARD COMMUNICATION

Written Report

I-15 BOARD SURFACE TABLET DEPLOYMENT

Presentation by Jenny Sadoski, Director of Information Technology, Information Technology, OCERS

DISABILITY APPLICATIONS/MEMBER APPEALS AGENDA

11:00 A.M.

NOTE: WHEN CONSIDERING DISABILITY RETIREMENT APPLICATIONS OR MEMBER APPEALS OF BENEFIT OR DISABILITY RETIREMENT DETERMINATIONS, THE BOARD MAY ADJOURN TO CLOSED SESSION TO DISCUSS MATTERS RELATING TO THE MEMBER'S APPLICATION OR APPEAL, PURSUANT TO GOVERNMENT CODE SECTIONS 54957 OR 54956.9. IF THE MATTER IS A DISABILITY APPLICATION UNDER SECTION 54957, THE MEMBER MAY REQUEST THAT THE DISCUSSION BE IN PUBLIC.

DISABILITY/MEMBER BENEFITS AGENDA

11:00AM

OPEN SESSION

DISABILITY CONSENT AGENDA

All matters on the Disability Consent Agenda are to be approved by one action unless a Board member requires separate action on a specific item. If separate action is requested, the item will be discussed during agenda item DA-1.

DC-1 DISABILITY APPLICATION – RITA CASTILLO

Recommendation: The Disability Committee met on June 5, 2018 and recommends that the Board of Retirement grant non-service connected disability retirement to Rita Castillo with an effective date of December 14, 2016. (General Member)

DC-2 DISABILITY APPLICATION – FRANK GONZALES

Recommendation: The Disability Committee met on June 5, 2018, and recommends that the Board of Retirement grant service connected disability retirement to Frank Gonzales with an effective date of October 20, 2016. (Safety Member)

DC-3 DISABILITY APPLICATION – ARNESIA JONES

Recommendation: The Disability Committee met on June 5, 2018, and recommends that the Board of Retirement grant Service Connected Disability Retirement to Arnesia Jones with an effective date of July 25, 2017.

DC-4 DISABILITY APPLICATION – DEBORA VANDOR

Recommendation: The Disability Committee met on June 5, 2018, and recommends that the Board of Retirement grant service connected disability retirement to Debora Vandor with an effective date of September 14, 2017. (General Member)

ACTION ITEMS

DA-1 INDIVIDUAL ACTION ON ANY ITEM TRAILED FROM THE DISABILITY CONSENT AGENDA

BOARD MEMBER COMMENTS

CHIEF EXECUTIVE OFFICER/STAFF COMMENTS

COUNSEL COMMENTS

ADJOURNMENT: (IN MEMORY OF THE ACTIVE MEMBERS, RETIRED MEMBERS, AND SURVIVING SPOUSES WHO PASSED AWAY THIS PAST MONTH)

NOTICE OF NEXT MEETINGS

**INVESTMENT COMMITTEE MEETING
June 27, 2018
9:00 A.M.**

ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM

**2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701**

DISABILITY COMMITTEE MEETING

**July 3, 2018
9:00 A.M.**

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701**

GOVERNANCE COMMITTEE MEETING

**July 10, 2018
9:00 A.M.**

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701**

REGULAR BOARD MEETING

**July 16, 2018
9:00 A.M.**

**ORANGE COUNTY EMPLOYEES RETIREMENT SYSTEM
2223 E. WELLINGTON AVENUE, SUITE 100
SANTA ANA, CA 92701**

All supporting documentation is available for public review in the retirement office during regular business hours, 8:00 a.m. – 5:00 p.m., Monday through Thursday and 8:00 a.m. – 4:30 p.m. on Friday.

It is OCERS' intention to comply with the Americans with Disabilities Act ("ADA") in all respects. If, as an attendee or participant at this meeting, you will need any special assistance beyond that normally provided, OCERS will attempt to accommodate your needs in a reasonable manner. Please contact OCERS via email at adminsupport@ocers.org or call 714-558-6200 as soon as possible prior to the meeting to tell us about your needs and to determine if accommodation is feasible. We would appreciate at least 48 hours' notice, if possible. Please also advise us if you plan to attend meetings on a regular basis.