

SUMMARY OF PROCEEDINGS

BOARD OF RETIREMENT – COUNTY OF KERN

1115 Truxtun Avenue
Bakersfield, California

Audit-Actuarial Committee Meeting
Monday January 26, 2009

1:34 p.m.

Committee Members: Denney, Chairman Franey, Frapwell, Alternate Hughes Maggard

Roll Call: Denney, Chairman Franey, Frapwell Alternate Hughes

Absent: Maggard

NOTE: The vote is displayed in bold below each item. For example, Franey-Frapwell denotes Trustee Franey made the motion and Trustee Frapwell seconded the motion.

1. Discussion and appropriate action on draft actuarial valuation of plan assets for June 30, 2008, and recommended employer contribution rates for the new year, presented by Karen Steffen, Milliman Inc. – KAREN STEFFEN, MILLIMAN, INC. HEARD; CHAIRMAN FRANEY HEARD; TRUSTEE FRAPWELL HEARD; DEPUTY COUNTY COUNSEL PATRICIA RANDOLPH HEARD

RECEIVED AND FILED; RECOMMENDED APPROVAL OF VALUATION AND EMPLOYEE AND EMPLOYER CONTRIBUTION RATES AS RECOMMENDED BY ACTUARY TO BOARD OF RETIREMENT

Frapwell-Denney – 4 Ayes; 1 Absent – Maggard

2. Discussion and appropriate action on review of the interest crediting policy regarding the posting of negative interest present by Karen Steffen, Milliman Inc. – KAREN STEFFEN, MILLIMAN, INC. HEARD; CHAIRMAN FRANEY HEARD; TRUSTEE DENNEY HEARD; DEPUTY COUNTY COUNSEL PATRICIA RANDOLPH HEARD

RECEIVED AND FILED; REFERRED TO COUNTY COUNSEL FOR RESEARCH ON LEGAL ISSUE PERTAINING TO NEGATIVE INTEREST CREDITS

Frapwell-Denney – 4 Ayes; 1 Absent – Maggard

3. Discussion and appropriate action regarding funding of “Golden Handshakes” present by Karen Steffen, Milliman Inc. – KAREN STEFFEN, MILLIMAN, INC. HEARD; CHAIRMAN FRANEY HEARD; TRUSTEES DENNEY AND FRAPWELL HEARD; DEPUTY COUNTY COUNSEL PATRICIA RANDOLPH HEARD; EXECUTIVE DIRECTOR ANNE M. HOLDREN HEARD

RECEIVED AND FILED; REFERRED TO STAFF TO RESEARCH HOW OTHER COUNTY SYSTEMS ARE FUNDING GOLDEN HANDSHAKES

Frapwell-Hughes – 4 Ayes; 1 Absent – Maggard

PUBLIC COMMENTS

4. The public is provided the opportunity to comment on agenda items at the time those agenda items are discussed by the Committee. This portion of the meeting is reserved for persons to address the Committee on any matter not on this agenda but under the jurisdiction of the Committee. Committee members may respond briefly to statements made or questions posed. They may ask a question for clarification and, through the Chairman, make a referral to staff for factual information or request staff to report back to the Committee at a later meeting. Speakers are limited to two minutes. Please state your name and address for the record prior to making a presentation – NONE

COMMITTEE MEMBER ANNOUNCEMENTS AND REPORTS

5. On their own initiative, Committee members may make a brief announcement or a brief report on their own activities. In addition, Committee members may ask a question of staff or the public for clarification on any matter, provide a reference to staff or other resources for factual information or, through the Chairman, request staff to report back to the Committee at a later meeting concerning any matter. Furthermore, the Committee, through the Chairman, may take action to direct staff to place a matter of business on a future agenda – NONE

ADJOURNED

Frapwell-Denney – 4 Ayes; 1 Absent – Maggard

Secretary, Board of Retirement

Chairman, Audit-Actuarial Committee