

Select Committee on Pension Policy

P.O. Box 40914
Olympia, WA 98504-0914
actuary.state@leg.wa.gov

REGULAR SUBGROUP MEETING
PLAN 1 FUNDING METHOD SUBGROUP
APPROVED MINUTES

September 18, 2006

The Select Committee on Pension Policy, Plan 1 Funding Method Subgroup, met in House Hearing Room C, Olympia, Washington on September 18, 2006.

Committee members attending:

Senator Pridemore, Chair
Representative Bailey
Representative Crouse
Representative Fromhold
Sandra Matheson
Victor Moore

Senator Pridemore, Chair, called the meeting to order at 2:05 p.m.

(1) Approval of Minutes

It was moved to approve the August 21, 2006 Plan 1 Funding Method Subgroup Draft Minutes. Seconded

MOTION CARRIED

(2) Follow-Up Reports

Matt Smith, State Actuary, reviewed the "Ten-Year Experience Study", "Minimum Interest Payments" and "Rate of Return Required to Eliminate Plan 1 UAAL" reports. Discussion followed.

(3) Stochastic Forecasts

Martin McCaulay, Senior Pension Actuary, reviewed the "PERS 1 and TRS 1 UAAL Stochastic Contribution Rate Projections." Discussion followed.

(4) Spending Limits/Caps

Pam Davidson, Office of Financial Management, reviewed the FY 2006 Pensions as Percent of Total Budget" and "Six Year Outlook." Discussion followed.

***Elaine M. Banks**
TRS Retirees

Representative Barbara Bailey

Lois Clement
PERS Retirees

Representative Steve Conway

Representative Larry Crouse

Senator Karen Fraser

***Representative Bill Fromhold,**
Vice-Chair

Vacant
TRS and SERS Employers

Robert Keller
PERS Actives

***Sandra J. Matheson,** Director
Department of Retirement Systems

Corky Mattingly
PERS Employers

Doug Miller
PERS Employers

Victor Moore, Director
Office of Financial Management

Senator Joyce Mulliken

***Glenn Olson**
PERS Employers

***Senator Craig Pridemore,**
Chair

Diane Rae
TRS Actives

***J. Pat Thompson**
PERS Actives

Senator Mark Schoesler

David Westberg
SERS Actives

*** Executive Committee**

(360) 786-6140
Fax: (360) 586-8135
TDD: 1-800-635-9993

The following person testified:
Jim Justin, Association of Washington Cities

The meeting adjourned at 3:48 p.m.