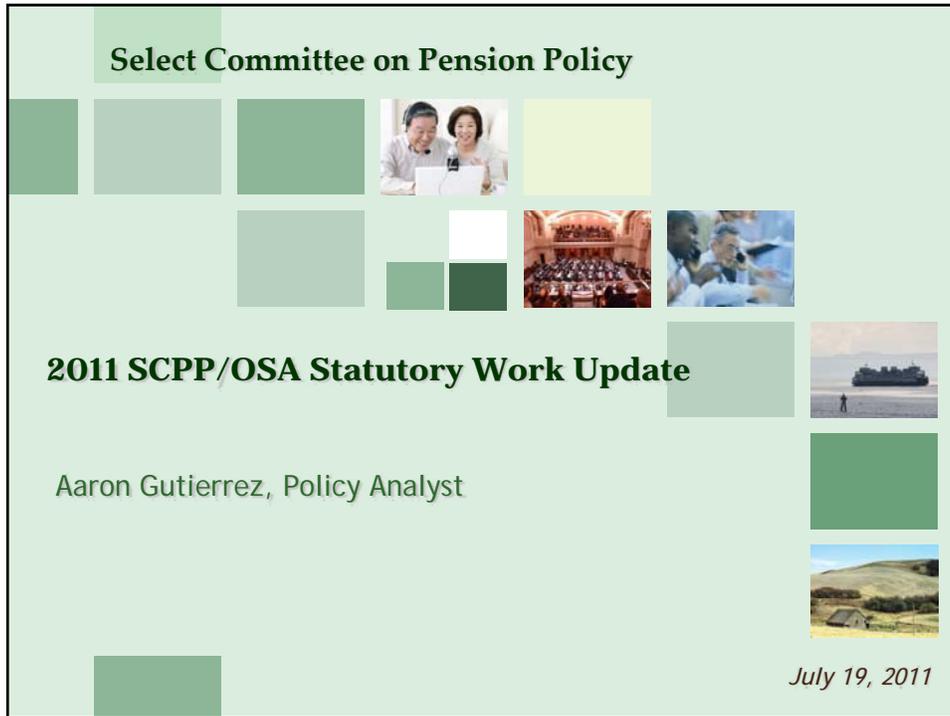


Select Committee on Pension Policy



2011 SCPP/OSA Statutory Work Update

Aaron Gutierrez, Policy Analyst

July 19, 2011

New SCPP Study For 2011

- Evaluate the suitability and necessity of Higher Education Retirement Plans (HERPs)
- Multiple meetings likely
 - Education on HERPs
 - Input from higher education community
 - Develop recommendation(s)
 - Report to Legislature
- Report findings to the ways and means committees of the Legislature no later than December 31, 2011



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Ongoing SCPP Duties

- Economic Assumptions
 - Review actuary's recommendation
 - Make recommendation to PFC in September
- Possible review of OSA supplemental budget for 2012
 - SCPP Rules



New OSA Duties

- LEOFF Plans 1/2 Merger Study
 - Budget proviso
 - Study the issue of merging LEOFF Plans 1 and 2 into a single retirement plan
 - Report findings to the ways and means committees of the Legislature no later than December 15, 2011
- GET Duties
 - OSA providing ongoing actuarial assistance and consulting related to GET.
- Valuation of HERP Supplemental Benefits
 - By June 30, 2013, higher education institutions must contract with OSA for
 - Valuation of supplemental benefits every two years
 - Experience study of HERPs every six years

Ongoing OSA Duties

- Pension Valuations
 - Off-cycle (not a rate-setting year)
 - Likely complete in September
- Review and recommend changes to economic assumptions
 - To be presented to the SCPP in September
- Other Post-Employment Benefits (OPEB)
- Outstanding fiscal notes from 2011 session
- Non-SCPP client work
 - Legislature
 - Office of Financial Management
 - LEOFF 2 Board
 - Department of Retirement Systems
 - Board for Volunteer Firefighters and Reserve Officers
 - Support for other state agencies



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Recap Of Statutory Work

- SCPP Duties
 - Study of the suitability and necessity HERPs
 - Economic assumptions
 - Review Actuary's recommendations
 - Make recommendation to PFC
 - Possible review of OSA supplemental budget request
- OSA Duties
 - LEOFF Merger Study
 - Actuarial assistance and consulting for GET
 - Valuations
 - Pension systems
 - HERP supplemental benefits
 - OPEB
 - Outstanding fiscal notes from 2011 session
 - Non-SCPP client work and support for other state agencies



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