

Select Committee on Pension Policy

Interim Preview

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May 20, 2014



Office of the State Actuary
"Securing tomorrow's pensions today."

Today's Presentation

- Overview of major projects and statutory duties
- An opportunity to provide input to Executive Committee
 - Possible discussion
 - Priorities
 - Items for study
- SCPP has not yet identified research issues

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Upcoming SCPP Items

- No new duties this year
 - Draft interim work plan in member packets
- Rate-setting year
 - Review valuation results
 - Make recommendation to PFC in July
- Approve OSA budget for 2015-17

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Handout

2014 Interim
 May 20, 2014

2014 Draft Interim Work Plan*

*No SCPP Meeting Scheduled for August.

This document is prepared by staff to show how work could flow over the interim. It includes items required by statute, items that are customary based on past practice, and items identified by the Executive Committee for future study.

<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">May</div> <ul style="list-style-type: none"> Election of Officers 2014 Legislative Session Highlights Pension Litigation Update Report on Member Satisfaction Survey Interim Preview 	<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">June**</div> <ul style="list-style-type: none"> LEOFF 2 Board Update DRS CEM Benchmarking Update Contribution Rate Setting Overview Preliminary Valuation Results
<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">July**</div> <ul style="list-style-type: none"> PFC Audit Report Contribution Rate Recommendation to PFC 	<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">September**</div> <ul style="list-style-type: none"> Report on PFC Rate Adoption DRS Update Approval of OSA 2015-17 Budget
<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">October**</div> <ul style="list-style-type: none"> Preliminary 2015 Meeting Dates LEOFF 2 Board Update 	<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">November**</div> <ul style="list-style-type: none"> Adoption of 2015 Meeting Dates
<div style="background-color: #d9ead3; padding: 2px; margin-bottom: 5px;">December**</div> <ul style="list-style-type: none"> WSIB Update Interim Review and Session Prep 	

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Upcoming Actuarial Projects

- Demographic Experience Study
 - Major undertaking every six years
 - Completion later this year
- HERP Valuation (Supplemental Benefit)
 - Replicate the June 30, 2013, valuation performed by their current actuary
- GET experience study
- GASB reporting changes
 - Process began last year
 - Produce accounting results to satisfy new accounting standards

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Optional Education

- One common theme in SCPP feedback survey: more education
- Could include broad range of actuarial concepts and/or policy issues

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Sample Education Tracks

- **Committee Administration**
 - SCPP processes (e.g. how issues get before the committee)
 - SCPP organization
 - SCPP goals (adopted in 2005)
- **Session Prep**
 - WA plan health and funding
 - WA budget environment
 - WA plan risks
- **Current trends**
 - Alternative plan designs
 - Measuring and reporting retirement systems risk
 - Communicating on plan health



Next Steps

- Staff will be seeking guidance from Executive Committee
- Chance for full committee to provide guidance to Executive Committee
 - Priorities
 - Issues to research
 - Education items
 - Outside speakers
 - Other items?

