

# VERMONT STATE EMPLOYEES' RETIREMENT SYSTEM

Meeting of the Board of Trustees  
October 26, 2005

## **Members present:**

JEB SPAULDING, Vice-Chairperson, VT State Treasurer  
JAMES REARDON, Commissioner of Finance & Management  
LINDA McINTIRE, Commissioner of Human Resources

## **Members absent:**

WARREN WHITNEY, Chairperson, VSEA member (term expiring September, 2006)  
WILLIAM HARKNESS, VSEA member (term expiring September 2007)  
ROBERT HOOPER, VSEA member (term expiring September 2006)  
DICK JOHANNESSEN, Governor's Delegate  
JANICE ABAIR, Retired Vermont State Employees' Association

## **Also attending:**

Donna Holden, Board Coordinator  
Cynthia Webster, Director of Retirement Operations  
David Driscoll, Buck Consultants  
Tom Gorman, Deputy Auditor of Accounts  
Bill Rice, Director of Law and Policy  
Vaughn Altemus

Due to the lack of a quorum, the Vice-Chairperson, Jeb Spaulding was unable to call the meeting to order, which was held in Room 10 of the Vermont Statehouse, State Street, Montpelier, VT.

At 8:25 a.m. Mr. Spaulding welcomed Mr. Driscoll.

## **ITEM 1: Actuarial Valuation**

Mr. Driscoll provided a review of the *June 30, 2005 Actuarial Valuation*. Mr. Driscoll reported the FY'06 adjusted recommended contribution at \$20,417,881, FY'07 recommended contribution at \$21,336,496, and FY'08 at \$22,297,103.

Mr. Driscoll agreed to provide additional information as timely as possible, using several scenarios. Mr. Spaulding will provide a matrix, which would include an equivalent valuation of the plan using the EAN (entry age normal) funding method vs. the current FIL (frozen initial liability) method, changes the assumed rate of return to 8.25% vs. the current 8%, a re-amortization of the unfunded liability, etc.

## **Next Meeting Dates:**

The next scheduled *in-house* disability meeting is November 10, 2005.  
The next scheduled quarterly VPIC meetings is November 29<sup>th</sup> & 30<sup>th</sup>, 2005

## **Adjournment:**

**At 10:00 a.m. due to the lack of a quorum, Mr. Spaulding thanked Mr. Driscoll, Board members, and guests for attending.**

Respectfully submitted,

Donna Holden, Board Coordinator for  
Cynthia Webster, Secretary to the Board