

VERMONT STATE EMPLOYEES' RETIREMENT SYSTEM

Meeting of the Board of Trustees
October 31, 2005

Members present:

WARREN WHITNEY, Chairperson, VSEA member (term expiring September, 2006)
TOM GIFFIN, VSEA Alternate member (term expiring September 2007)
JEB SPAULDING, Vice-Chairperson, VT State Treasurer
JAMES REARDON, Commissioner of Finance & Management
LINDA McINTIRE, Commissioner of Human Resources
DICK JOHANNESSEN, Governor's Delegate

Members absent:

WILLIAM HARKNESS, VSEA member (term expiring September 2007)
ROBERT HOOPER, VSEA member (term expiring September 2006)
JANICE ABAIR, Retired Vermont State Employees' Association

Also attending:

Donna Holden, Board Coordinator
Cynthia Webster, Director of Retirement Operations
David Driscoll, Buck Consultants

The Chairperson, Warren Whitney, called the meeting to order at 8:17 a.m. on Monday, October 31, 2005, held in the Treasurer's Conference Room, 109 State Street, 4th Floor, Montpelier, VT.

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.

On motion of Mr. Spaulding seconded by Mrs. McIntire, the Board unanimously voted to recommend to the Governor a contribution of \$21,336,496 (5.13% of payroll) be made for FY 2007, broken down as \$18,723,000 (4.41% of payroll) for the normal cost, and \$2,613,496 (.72% of payroll) towards the unfunded liability, and a contribution of \$22,297,103 (5.13% of payroll) be made for FY 2008, broken down as \$19,566,000 (4.41% of payroll) for the normal cost, and \$2,731,103 (.72% of payroll) towards the unfunded liability.

Mr. Spaulding expressed his frustration and concern over not having a quorum at warned meetings. He asked that members advise the Chair and/or Board Coordinator when they will not be in attendance at a meeting.

Next Meeting Dates:

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

Adjournment:

On a motion by Mr. Giffin seconded by Mrs. McIntire, the Board unanimously voted to adjourn at 8:35 a.m.

Respectfully submitted,

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