

## VERMONT STATE EMPLOYEES' RETIREMENT SYSTEM

Meeting of the Board of Trustees

January 12, 2006

### **Members present:**

WARREN WHITNEY, Chairperson, VSEA member (term expiring September, 2006)  
JEB SPAULDING, Vice-Chairperson, VT State Treasurer  
WILLIAM HARKNESS, VSEA member (term expiring September 2007)  
TOM GIFFIN, VSEA Alternate member (term expiring September 2007)  
LINDA McINTIRE, Commissioner of Human Resources  
JAMES REARDON, Commissioner of Finance & Management – **arrived later in the meeting**  
JOE HEALY, Retired Vermont State Employees' Association

### **Members absent:**

DICK JOHANNESSEN, Governor's Delegate  
ROBERT HOOPER, VSEA member (term expiring September 2006)

### **Also attending:**

Cynthia L. Webster, Director of Retirement Operations  
Elizabeth Pearce, Deputy Treasurer  
Donna Holden, Board Coordinator

The Chairperson, Warren Whitney, called the Thursday, January 12, 2006, *conference call* meeting to order at 8:06 a.m., which was held in the Treasurer's Office, 109 State Street, 4<sup>th</sup> Floor, Montpelier, VT.

### **ITEM 1: Approval of minutes for December 8, 2005**

**On a motion by Mr. Spaulding seconded by Mrs. McIntire, the Board unanimously voted to approve the minutes of December 8, 2005, as submitted.**

*Mr. Reardon arrived during the next item.*

### **ITEM 2: Discuss/Act on Disability Retirements for:**

- **Judith G. Corbett**

**On a motion by Mr. Giffin seconded by Mr. Healy, the Board unanimously voted to approve the continued disability retirements for Judith G. Corbett, as recommended by the Medical Review Board.**

### **ITEM 3: §457 Emergency Withdrawal Request**

**On a motion by Mr. Spaulding seconded by Mr. Healy, the Board unanimously voted to approve the § 457 Emergency Withdrawal request from Nancy Rice.**

**ITEM 4:      FY '07 Budget Approval and Allocation Discussion**

Ms. Pearce reviewed the FY '07 budget, and explained it reflected the results of a cost allocation study applied to each of the three retirement systems. She explained, based on an average of staff time, plan assets, and number of clients for each plan, the allocations were adjusted from the current 41%(S), 47%(T), and 12%(M) to the more accurate 36.5%(S), 44.59%(T), and 18.92%(M) effective July 1, 2006. Ms. Pearce also advised the Board the allocation methodology would be reviewed annually during budget preparations.

Ms. Pearce also provided a brief update of the retirement re-engineering project, and reported the 5-year plan was meeting timeline milestones and was at or under budget.

**On a motion by Mr. Giffin seconded by Mr. Harkness, the Board unanimously voted to approve the FY '07 budget.**

**ITEM 5:      Disability Process Discussion**

**On a motion by Mr. Spaulding seconded by Mrs. McIntire, the Board unanimously voted to table discussion until the February 9, 2006, meeting.**

**ITEM 6:      Any Other Business to Be Brought Before the Board**

None

**Next Meeting Dates:**

The next scheduled meeting of the Board will be February 9, 2006, at 109 State Street.

**Adjournment:**

**On a motion by Mr. Spaulding seconded by Mr. Healy, the Board unanimously voted to adjourn at 8:35 a.m.**

Respectfully submitted,

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