



Executive Staff:

Richard Stensrud  
Chief Executive Officer

Jeffrey W. States  
Chief Investment Officer

James G. Line  
General Counsel

Kathryn T. Regalia  
Chief Operations Officer

John W. Gobel, Sr.  
Chief Benefits Officer

Members of the Board of Retirement

James A. Diepenbrock, President  
Appointed by the Board of Supervisors

Keith DeVore, 1<sup>st</sup> Vice President  
Elected by Miscellaneous Members

John B. Kelly, 2<sup>nd</sup> Vice President  
Appointed by the Board of Supervisors

Dave Irish, Director of Finance  
Ex-Officio

Winston H. Hickox  
Appointed by the Board of Supervisors

Alice Jarboe  
Elected by Miscellaneous Members

William D. Johnson  
Elected by Safety Members

Nancy Wolford-Landers  
Elected by Retired Members

Robert Woods  
Appointed by the Board of Supervisors

William Cox  
Elected by Retired Members

John Conneally  
Elected by Safety Members

## **UPDATE REGARDING ADDITIONAL RETIREMENT CREDIT**

July 18, 2007

This May, the Board of Supervisors adopted Government Code § 31658, which authorizes the purchase of up to five years of Additional Retirement Credit ("ARC") from SCERS. After the plan provision was adopted, however, the SCERS Board of Retirement was still charged with establishing a pricing structure "sufficient to not place any additional financial burden upon the retirement system."

Less than two weeks after the decision to offer ARC, the Board of Retirement met with their actuary to discuss pricing issues and approved assumptions needed to calculate the cost of the corresponding purchases. Because the Board of Retirement understood that members were expected to bear the full cost of any ARC purchases, their goal was to set assumptions that would be as "cost-neutral" as possible and not have a measurable impact on SCERS' funding levels.

Since the establishment of these purchase assumptions, SCERS has been working with OCIT to develop a cost calculator for ARC purchases. SCERS has targeted a September 2007 release date for the Web-based calculator and the special purchase agreements required for ARC, and will offer further information on these items in the near future.