

MINUTES OF THE STATE PENSION ADVISORY COUNCIL 6/12/07

1. The meeting was called to order at approximately 1:40 P. M. in the Board room on the 2nd floor of the McArdle Building, 860 Silver Lake Blvd., Suite 1, Dover, DE.

2. Members present:

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| Joseph Malloy | IAF |
| Nancy Patterson | DNG |
| Joe Vrudny | DRSPA |
| Charlotte Lister | At Large |
| Larry Talley | DSTA |
| Jim Testerman | DSEA |

3. Members absent:

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| Brian Douty | FOP, State Lodge |
| Louise Cloutier | UDSSA |
| Edward Seibert | DASA |
| Geraldine Gillespie | DSFSA |

4. Approval of the minutes of 4/10/07 and 5/8/07.

Charlotte Lister moved to approve the April and May minutes. The motion was seconded by Joe Malloy and passed.

5. Announcements and correspondence.

From the Pension Board meeting of May 25, 2007 - Chairman Testerman reported 7 billion 326 million in the Trust Fund as of the end of April. Dave Craik reported a 16 % FY gain in the Fund at the end of April and over 6% for the CY. In the future, benefits will be amortized over a 20-year period. This requires legislation because the current Code requires amortization over a 30-year period. Gains and losses in the fund will be spread over a 20-year period.

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6. Legislation - A retiree pension increase, HB 136 (Spence) for military credit toward a state pension and SB 16 (McBride) removes penalty for early retirement were noted. Jim Testerman talked with representative Spence in regard to HB 136 (military pension credit) and agreed that with finances in poor shape this year, we would push the bill during the next legislative year.

7. Legislative Action – There was a long discussion about early retirement. Larry Talley feels that we should volunteer to pay pension contribution on the first \$6,000.00 of state pay. This is to go on the agenda for the November meeting for a discussion with members of the Council checking with their organizations in the interim.

8. Adjournment - Charlotte Lister moved to adjourn, seconded by Joe Vrundy, the motion passed and the meeting adjourned at approximately 2:30 P. M.

Respectfully submitted,

Jim Testerman, Chairman

November 13, 2007

MEMORANDUM

To: Members of the State Pension Advisory Council

From: Jim Testerman, Chairman

Re: Meeting scheduled for **November 13, 2007**, to be held in the McArdle Building, Suite 1, 860 Silver Lake Blvd., Dover, DE at **1:30 P. M.**

AGENDA

1. Call to order.
2. Additions to the agenda.
3. Approval of the June 12, 2007 Minutes.
4. Announcements and correspondence.
5. From the Pension Board meetings,
6. Legislation.
7. Additions to the agenda or new business.
8. Adjournment.