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MENDOCINO COUNTY
EMPLOYEES' RETIREMENT ASSOCIATION
625-B KINGS COURT
UKIAH, CALIFORNIA 95482-5027

Date: October 19, 2016
To: Board of Retirement
From: James Wilbanks, Retirement Administrator
Subject: Administrator Report

Marin CERA Court Case Update:

The plaintiffs appealed the decision of the Appeals Court to the California Supreme Court. The Supreme Court has until November 28, 2016 to decide whether it will hear the matter.

Pension Administration System Monthly Report:

See the attached report from Rob Ellison with Linea regarding the overall project. We are nearing the end of this project. Our contract with Linea expires at the end of December and we do not plan to extend it.

625 Kings Court Maintenance Update:

Flooring in the building entry and MCERA space has been replaced. Windows have been replaced throughout the building. The contractors are working to install a new wall in the MCERA reception area. Flooring work in the State Department of Rehabilitation space is scheduled in the coming months. Exterior paint on the building will occur in the coming weeks, now that the windows have been installed.

Administrative and Operations Update:

I have no updates as of this writing.

Board of Retirement General Member Election:

The deadline for ballots is Noon on Friday, October 14, 2016. Results of the election should be available to the Board and public during the meeting.

Legislative Update (AB1853 and AB2376):

Both legislative items have final actions so this will be the last report on these items.

SACRS Sponsored Legislation 10/14/2016

[AB 1853](#) (Cooper D) County employees' retirement: districts: retirement system governance.

Introduced: 2/10/2016

Last Amended: 6/20/2016

Fiscal: N

Urgency: N

Status: 9/23/2016 - Vetoed by the Governor

Location: 9/23/2016 - A . VETOED

Summary: Would authorize the retirement board of any retirement system operating under CERL to elect, by resolution, to be a district under the law. The bill would

authorize a board to adopt, by resolution, specified administrative provisions that would classify various personnel of the retirement system as employees of the retirement system and not employees of the county. The bill would require the retirement system to notify, and to meet and discuss with, participating employers in the retirement system, the employees of the system, and an employee organization of the retirement system's intent to exercise this authority at least 60 days before considering a resolution to make these provisions applicable.

AB 2376 (Committee on Public Employees, Retirement, and Soc) County employees' retirement: Los Angeles County.

Introduced: 2/18/2016

Last Amended: 6/20/2016

Fiscal: N

Urgency: N

Status: 8/17/2016 - Chaptered by Secretary of State - Chapter No. 134, Statutes of 2016

Location: 8/17/2016 - A . CHAPTERED

Summary: CERL defines "Retirement Plan E" to mean the noncontributory retirement plan established by specific provisions, and defines "Retirement Plan D" to mean the contributory retirement plan otherwise available to new members of the retirement system on the transfer date. This bill would revise the definition of Retirement Plan D to, instead, refer to the contributory retirement plan otherwise available to members of the system between June 1, 1979, and December 31, 2012, inclusive.



MENDOCINO COUNTY EMPLOYEES' RETIREMENT SYSTEM
Project: PENSION ADMINISTRATION SYSTEM



Report Type:	Monthly Status Report
Status Date:	10/1/2016
Project Managers:	Rob Ellison – Linea, Jeff Proffitt, LRS Support Manager for Pension Gold
MCERA Team Members:	Katy Richardson, Judy Zeller, Stan Conwell
Report Period:	September 2016

1. Current & Planned Activities

Activity	Comments
PensionGold Implementation Project	<ol style="list-style-type: none"> MCERA successfully completed implementation of the new Pension Administration System, PensionGold on 1/4/2016. The 90 day warranty period ended on 3/31/2016. As of 4/1/2016, the maintenance and support part of the contract began between MCERA and LRS Annual system events that happen for the first time in production, such as 1099-R reporting, actuarial extract and reports, and member statements will have a 90 day warranty period following their first run in PensionGold. These are also listed separately below. All other implementation tasks that are complete have been removed from the monthly report.
Maintenance & Support	<ol style="list-style-type: none"> Jeff Proffitt has been assigned as the lead for the MCERA support team for LRS. Jeff and his team made a visit in March 2016, and have been engaged with supporting MCERA with system questions and needed assistance. The following change orders have been requested since the go-live event, as follows: <ul style="list-style-type: none"> Change to make outgoing reciprocity the same as incoming reciprocity from a benefit calculation perspective. This request has been completed. Change to implement the bank reconciliation file with the bank. This request has been completed.
PensionGold MemberDirect Rollout	<ol style="list-style-type: none"> MCERA successfully implemented the member self-service functionality of PensionGold, also known as MemberDirect on schedule on 8/23/2016. The new site is available via a link on the MCERA website, and MCERA membership has been informed of the site and is actively using the site. This portion of the project is complete.
PensionGold Annual Events	<ol style="list-style-type: none"> This includes 1099-R reporting, actuarial extract and reports, and member statements. As these events are planned, MCERA will test and notify LRS of the warranty period.
Imaging Project / PCX	<ol style="list-style-type: none"> LRS has completed the installation of the EDMS system and MCERA is using imaging in a production mode for day-forward scanning. There exists some residual scanning that needs performed and MCERA is coordinating the completion of those documents at this time.

2. Budget Overview

Description	Approved Budget	Paid To Date
Pension Admin System Implementation		
LRS (Hosting, software, vendor implementation services, includes change orders)	*\$1,409,460.00	**\$164,708.10
LRS additional support	***\$862.50	\$862.50
County IT	N/A	\$56,019.68
Linea	\$490,500.00	\$ 411,888.16
Total for all Phases	\$1,900,822.50	\$633,478.44
Projected Total for all Phases		****\$1,865,310.00

*Represents \$1,374,810 original budget + \$34,650 in change orders = \$1,409,460.00

**Represents \$130,058.10 2016 Annual Payment + \$34,650 in change orders = \$164,708.10 as of 9/30/2016

***Represents Support hours through 9/30/2016 with LRS

****Variable depending upon how much Linea comes in under budget. Currently, Linea is under budget by \$78,611.84 and this number is not expected to have a significant change. The \$1,865,310 budget total is not expected to be exceeded.