

# CALIFORNIA STATE RETIREES



1108 O Street • Sacramento, CA 95814 • (916) 326-4292 • (888) 808-7197

CSEA RETIRED DIVISION, INC.

An Affiliate of the California State Employees Association

## **CSEA Retirees, Inc. Finance Committee Meeting Minutes August 16, 2011**

### Agenda Items 1 and 2:

The meeting was called to order by Harold Rose. Flag salute.

### Agenda Item 3:

Finance Committee met at 7 p.m. at Doubletree Anaheim – Orange County. Members present: Harold Rose - Chair, Fritz Walgenbach - Vice Chair, Danny Morales, George Linn, Joe Whaling and Varon Smith. Jerry Evans sat in for Susan Sears – Liaison, and Leonard Culotta was absent. Also present: Phillip Sherwood – CSEA Retirees Executive Director, Laura Strang – CSEA Retirees staff.

Opening comments by Harold Rose, Committee Chair.

### Agenda Item 4: New Business

- A. Review of the current CSEA Retirees 2011 budget. There were questions as to why the Delegate Assembly budget went from \$400K to \$450K - \$500K. It was explained that delegates requesting to extend their hotel stay, and the increased need for A.D.A. rooms increased the cost significantly. The finance committee will review costs after the 2011 Delegate Assembly and look at the budget for the next delegate assembly.
- B. Review of CSEA Retirees 2012, 2013 and 2014 budget. Committee Chair, Harold Rose wants a 3 year budget that the Retirees have complete control over. He reviewed the proposed budget line by line providing explanation.

MOTION: George Linn moved to increase the budget for 2012 General Council from \$650K to \$900K. Varon Smith seconded it, motion CARRIED.

C. Review of resolution to change name to California State Retirees. It was discussed that there were no major costs associated with the name change.

D. Audit Report

MOTION: Danny Morales moved to approve the Audit Report. George Linn seconded it, motion CARRIED.

E. Extended hotel stay. Additional costs associated with extending hotel stays brought up the idea to have a standard protocol on extended stays and travel expense exceptions.

F. Bylaws investment change: resolution to be presented at Delegate Assembly. Resolution intended to expand investment potential, while only expanding in a safe way.

Article 10, section 5. Remove verbiage: one or more; also remove verbiage: or invested in securities issued by, and backed by the full faith and credit of the U.S. Government or the State of California; add verbiage: or invested by rules established by the Board.

G. Delegate TEC's: discussion

#### Agenda Item 5: Additional Items

A. Membership graphs were distributed and discussed.

B. Annual Pay members were discussed.

C. Stipend for the President and CFO were discussed. (President Roger Marxen and CFO Harold Rose both excused themselves from the room while item 5C was discussed and voted on, and the meeting was turned over to Vice Chair, Fritz Walgenbach) Stipend to be \$385 per month so that payee would net \$250 per month. Cost per year, per person would \$4,620 per year for a total of \$9,240 per year.

MOTION: Danny Morales moved to add line 5281 to the budget, President / CFO stipend. Add \$9,240 for the three fiscal years 2012, 2013 and 2014. George Linn seconded it, motion CARRIED.

MOTION: George Linn moved to adopt proposed 2012, 2013 and 2014 budget as amended. Fritz Walgenbach seconded it, motion CARRIED.

George Linn made a motion to close the meeting, Fritz Walgenbach seconded it. Motion carried. Meeting closed at 9:00pm.