

# Board of Administration Educational Day Action Item — Proposed Decisions Administrative Law Judges 13. Eric C. Lund

# January 18, 2022

**Item Name**: Proposed Decision – In the Matter of the Appeal of Forfeiture of Benefits of ERIC

C. LUND, Respondent, and CALIFORNIA HIGHWAY PATROL, Respondent.

Program: Retirement Benefit Services Division

**Item Type**: Action

### Parties' Positions

Staff argues that the Board of Administration should decline to adopt the Proposed Decision and remand for the ALJ to consider whether Respondent's felony conviction concerned "conduct arising out of or in the performance of his or her official duties, in pursuit of the office or appointment, or in connection with obtaining salary...", using all the evidence introduced at the September 30, 2021 hearing.

Respondent Eric C. Lund's (Respondent Lund) position is included in Attachment C, if any.

## Strategic Plan

This item is not a specific product of either the Strategic or Annual Plans. The determination of administrative appeals is a power reserved to the Board of Administration.

### **Procedural Summary**

Respondent Lund submitted an appeal for forfeiture of benefits due to his felony conviction and the matter was heard by the Office of Administrative Hearings on September 30, 2021. Due to Respondent California Highway Patrol's (Respondent CHP) failure to appear, the case proceeded as a default under Government Code section 11520 as to Respondent CHP only. A Proposed Decision was issued on December 10, 2021, granting Respondent's appeal.

### **Alternatives**

A. For use if the Board decides to adopt the Proposed Decision as its own Decision:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System hereby adopts as its own Decision the Proposed Decision dated December 10, 2021, concerning the appeal of Eric C. Lund; RESOLVED FURTHER that this Board Decision shall be effective 30 days following mailing of the Decision.

B. For use if the Board decides not to adopt the Proposed Decision, and to decide the case upon the record:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, after consideration of the Proposed Decision dated December 10, 2021, concerning the appeal of Eric C. Lund, hereby rejects the Proposed Decision and determines to decide the matter itself, based upon the record produced before the Administrative Law Judge and such additional evidence and arguments that are presented by the parties and accepted by the Board; RESOLVED FURTHER that the Board's Decision shall be made after notice is given to all parties.

C. For use if the Board decides to remand the matter back to the Office of Administrative Hearings for the taking of further evidence:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, after consideration of the Proposed Decision dated December 10, 2021, concerning the appeal of Eric C. Lund, hereby rejects the Proposed Decision and refers the matter back to the Administrative Law Judge for the taking of additional evidence as specified by the Board at its meeting.

- D. Precedential Nature of Decision (two alternatives; either may be used):
  - 1. For use if the Board wants further argument on the issue of whether to designate its Decision as precedential:

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System requests the parties in the matter concerning the appeal of Eric C. Lund, as well as interested parties, to submit written argument regarding whether the Board's Decision in this matter should be designated as precedential, and that the Board will consider the issue whether to designate its Decision as precedential at a time to be determined.

2. For use if the Board decides to designate its Decision as precedential, without further argument from the parties.

RESOLVED, that the Board of Administration of the California Public Employees' Retirement System, hereby designates as precedential its Decision concerning the appeal of Eric C. Lund.

# **Budget and Fiscal Impacts:** Not applicable

### **Attachments**

Attachment A: Proposed Decision

Attachment B: Staff's Argument

Attachment C: Respondent(s) Argument(s)

Anthony Suine Deputy Executive Officer Customer Services and Support