

CITY OF COSTA MESA
PENSION OVERSIGHT COMMITTEE MEETING
MINUTES
MAY 15, 2013

CALL TO ORDER

The meeting was called to order at 4:32 p.m. by Mr. Arthur.

ROLL CALL

Roll Call was taken. The Pension Oversight Committee is composed of nine (9) voting members. Committee members and staff members present were:

Committee Members present:

Mr. Jeff Arthur, Chairperson
Mr. Ralph Taboada, Alternate Chairperson
Mr. Gene Hutchins, Member
Mr. Rick Kapko, Member
Mr. Kent Mora, Member
Mr. Gary Parkins, Member
Mr. Timothy Sesler, Member
Mr. John Stephens, Member

Staff Members present:

Mr. Bobby Young, Finance & I.T. Director
Ms. Kathy Ulrich, Executive Secretary
Mr. Alex Warren, Committee Assistant
Mr. Lance Nakamoto, H.R. Director

Committee Members absent:

Mr. Shawn Dewane, Member

Council Liaisons absent:

Mr. Jim Righeimer, Mayor
Mr. Stephen Mensinger, Mayor's Designee

**APPROVAL OF
MINUTES**

A motion was made by Mr. Parkin and seconded by Mr. Mora to approve the minutes of May 8, 2013. Upon a voice vote, the motion carried 8-0.

PUBLIC COMMENTS

Mr. Charles Mooney asked that the committee review when the unfunded liability for the pension funds went up and the cause.

OLD BUSINESS

Ms. Brenda Green, City Clerk, briefed the committee on legal protocols involved with the Brown Act. Discussion covered the creation of agendas and minutes, ad hoc committees, and email communications. Ms. Green completed her brief at 4:51pm and instructed that all public record requests go through the City Clerk.

Mr. Young presented the fiscal year 2013 / 2014 city budget as it relates to compensation and retirement costs. The full budget presentation will be provided May 28, 2013 at 4:30PM in the city council chambers. The presentation covered the increasing PERS contribution rates due to the reduction in head count and decreased investment returns. Action Item Schedule structure discussed and new layout of items from oldest to newest proposed with TBD at the bottom. Old business completed at 5:20pm

NEW BUSINESS

Mr. Taboada gave a presentation to the committee covering the Costa Mesa Fire pension fund. The committee was briefed on the retroactive changes in compensation, the side fund, the underfunded status at entry in the risk pool, and the structure and composition of the pool. Mr. Hutchins was unable to present a review of the retiree medical plan and the item has been rescheduled for May 22, 2013.

OPEN DISCUSSION

Mr. Arthur presented calculations on the prepayment option available for PERS contributions and potential savings to the City. A new agenda item for the May 22, 2013 meeting was created to explore the impact of PERS prepayment.

ADJOURNMENT

A motion was made by Mr. Parkin and seconded by Mr. Mora to adjourn the meeting at 6:10 p.m.

Jeff Arthur
Chairperson

Bobby Young
Finance & I.T. Director