

CITY OF COSTA MESA
PENSION OVERSIGHT COMMITTEE MEETING
MINUTES
June 18, 2014

CALL TO ORDER The meeting was called to order at 4:34 p.m. by Mr. Arthur.

ROLL CALL Roll Call was taken. The Pension Oversight Committee is composed of eight (8) voting members. Committee members and staff members present were:

Committee Members Present:

Mr. Jeff Arthur, Chairperson
Mr. Ralph Taboada, Vice Chairperson
Mr. Timothy Sesler, Member (left at 6:04)
Mr. Gene Hutchins, Member
Mr. Gary Parkin, Member
Mr. Ron Robertson, Member

Committee Members Absent:

Mr. John Stephens, Member
Mr. Kent Mora, Member

Staff Members Present:

Mr. Steve Dunivent, Interim Finance Director
Mr. Lance Nakamoto, HR Director (arrived at 5:40)
Mr. John Donlon, Management Analyst

Staff Member Absent:

Mr. Ryan Thomas, HR Analyst

Council Liaisons Absent:

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

APPROVAL OF MINUTES A motion was made by Mr. Robertson and seconded by Mr. Hutchins to approve the minutes of June 4, 2014. Upon a voice vote, the motion carried 6-0.

PUBLIC COMMENTS Mr. Mooney reminded the committee of Mayor Righeimer's discussion of pension obligation during the City Council's budget.

COMMITTEE MEMBER COMMENT Mr. Hutchins referenced an economist from John Hopkins, who thinks it'll take a long time to get out of the current recession. Mr. Hutchins was thinking about the CalPERS and the discount rate. Mr. Hutchins also informed the committee he gave Lee Ramos a copy of the Fast Facts. Mr. Ramos really liked them and wants to make copies for himself to distribute during his campaign. Mr. Parkin told the committee he wants to get moving on making suggestions to City Council.

**SUB-COMMITTEE
UPDATES**

CalPERS communication's sub-committee: Mr. Arthur explained CalPERS 0.47% annual cost increase equals 2% COLA minus 1.5% mortality is the CalPERS forecast benefit.

Fast Facts Publication sub-committee: The committee had a discussion about the latest Fast Fact and decided on some minor editing changes. The committee hopes to have a version to approve during the next meeting.

Communications Outreach sub-committee: No update.

NEW BUSINESS

Mr. Dunivent informed the committee of a CalPERS webinar. The talking points include:

- Pooling structure changes
- Amortization Policy update
- Assumption changes

Mr. Dunivent suggested to the committee they should discuss the next steps and where they want the committee to go. Mr. Taboada distributed an analysis showing the differences of costs with an employee contribution increasing.

ADJOURNMENT

A motion was made by Mr. Taboada and seconded by Mr. Parkin to adjourn the meeting at 6:11 p.m.

Jeff Arthur
Chairperson

Steve Dunivent
Interim Finance Director