

**CITY OF COSTA MESA**  
**PENSION OVERSIGHT COMMITTEE MEETING**  
**\*MINUTES\***  
**August 7, 2013**

**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 nine (9) voting members. Committee members and staff members present were:

Committee Members Present:

Mr. Jeff Arthur, Chairperson  
Mr. Ralph Taboada, Vice Chairperson  
Mr. Kent Mora, Member  
Mr. Ron Robertson, Member  
Mr. Gary Parkin, Member  
Mr. Timothy Sesler, Member  
Mr. John Stephens, Member  
Mr. Rick Kapko, Member  
Mr. Gene Hutchins, Member

Staff Members Present:

Mr. Alex Warren, Committee Assistant  
Mr. Ryan Thomas, HR Analyst  
Mr. Bobby Young, Finance & I.T. Director

Staff Members Absent:

Mr. Lance Nakamoto, HR Director

Council Liaison Absent:

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

**APPROVAL OF  
MINUTES**

A motion was made by Mr. Sesler and seconded by Mr. Mora to approve the minutes of July 24, 2013. Upon a voice vote, the motion carried 9-0.

**PUBLIC COMMENTS**

There was no public comment at the meeting.

**COMMITTEE  
MEMBER COMMENT**

Mr. Stephens informed the committee of a Wall Street Journal article discussing the impact of constitutional prohibitions on municipal bankruptcies across the United States. To aid the committee with topics covered in the article, Mr. Stephens distributed a copy of the Belkin bankruptcy case argued before the Supreme Court during the Great Depression. Mr. Arthur elaborated on the constitutional discussion by informing the committee of almost verbatim constitutional prohibitions between the California and Michigan constitutions reviewed in an Orange County Register article. Mr. Kapko expressed the need to clarify that he does not advocate nor has ever advocated for the city to file for bankruptcy. Mr. Taboada charged the committee to develop a mission statement to codify the reporting standards and policy recommendations going forward.

**OLD BUSINESS**

Mr. Young informed the committee that he will send the finalized CalPERS questions to the actuarial contact. Mr. Young plans to also speak with Ms. Kim Barlow regarding POC questions pertaining to asset treatment at CalPERS. The bulk of the meeting was used putting the final touches on the latest iteration of the expert question list. All questions have been covered and Mr. Mora will modify the document to reflect all changes.

**NEW BUSINESS**

No new business was addressed at the meeting.

**OPEN DISCUSSION &  
FUTURE AGENDA  
ITEMS**

Revenue analysis scheduled for August 7<sup>th</sup> has been moved to the August 21<sup>st</sup> meeting. The committee will also begin discussion on the POC mission statement and steps to be taken in the coming months.

**ADJOURNMENT**

A motion was made by Mr. Taboada and seconded by Mr. Parkin to adjourn the meeting at 5:57 p.m.

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Jeff Arthur  
Chairperson

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Bobby Young  
Finance & I.T. Director

