

CITY OF COSTA MESA
PENSION OVERSIGHT COMMITTEE MEETING
MINUTES
January 8, 2014

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, Vice Chairperson
Mr. Ron Robertson, Member
Mr. John Stephens, Member (arrived at 4:35)
Mr. Timothy Sesler, Member
Mr. Rick Kapko, Member
Mr. Gene Hutchins, Member (arrived at 5:21)
Mr. Gary Parkin, Member

Committee Members Absent:

Mr. Kent Mora, Member

Staff Member Present:

Mr. Steve Dunivent, Interim Finance Director
Mr. John Donlon, Committee Assistant
Mr. Lance Nakamoto, HR Director
Mr. Ryan Thomas, HR Analyst

Council Liaison 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. Parkin to approve the minutes of December 18, 2013. Upon a voice vote, the motion carried 7-0.

PUBLIC COMMENTS

None.

**COMMITTEE
MEMBER COMMENT**

Mr. Arthur told the committee he met with CEO, Tom Hatch, and Interim Finance Director, Steve Dunivent, about the City Council Recommendation and prepayment. Mr. Parkin brought up a newspaper article about the Santa Ana City Manager. He brings home almost \$800,000/year in pay, perks and pensions.

OLD BUSINESS

Mr. Dunivent gave a recap of his recommendations to the city. The committee did a formal vote on 3 recommendations:

1. Mr. Arthur made a motion, seconded by Mr. Taboada, to allocate \$1,000,000 to the Fire Side Fund. Upon a voice vote, the motion carried 5-2.
2. Mr. Kapko made a motion, seconded by Mr. Stephens, to prepay Police and Miscellaneous Plans to yield \$489,776 gross, less any foregone interest income on those funds. Upon a voice vote, the motion carried 7-0.
3. Mr. Arthur made a motion, seconded by Mr. Taboada, to apply the savings from the prepay to the Fire Side Fund. The motion carried 5-2.

NEW BUSINESS

Mr. Thomas delivered to the committee a spreadsheet detailing the contribution rates by the different tiers and a list of PERSable pay.

The committee reviewed it's City Council Report Draft and discussed in length the written report and PowerPoint presentation. The committee agreed to deliver to the editing sub-committee all suggestions prior to the next committee meeting.

ADJOURNMENT

A motion was made by Mr. Taboada and seconded by Mr. Parkin to adjourn the meeting at 6:03 p.m.

Jeff Arthur
Chairperson

Steve Dunivent
Interim Finance Director