

**MINUTES OF THE CITY OF COSTA MESA  
PENSION OVERSIGHT COMMITTEE  
OCTOBER 12, 2016**

**CALL TO ORDER**

The meeting was called to order by Chair Jeff Arthur at 4:49 p.m. in Conference Room 1A at Costa Mesa City Hall, 77 Fair Drive, Costa Mesa, California.

**ROLL CALL**

Members Present: Chair Jeff Arthur, Vice-Chair Ralph Taboada, Members: Bob Juneman, Al Melone, Gary Parkin, Lee Ramos, Richard Riva, Timothy Sesler (arrived at 5:02pm), George Turner (arrived at 5:06pm)

City Staff Present: Interim Finance Director Stephen Dunivent, HR Manager Lance Nakamoto, HR Analyst Itzia Carvajal, Executive Secretary Kathy Ulrich

Council Members Absent: Mayor Stephen Mensinger, Mayor Pro Tem Jim Rigueimer

**PUBLIC COMMENTS**

There were no public comments

**MEMBER'S REPORTS, COMMENTS, AND SUGGESTIONS**

- Mr. Taboada spoke about an LA Times article and the ACC meeting he attended.
- Mr. Melone commented about the CMFA participation in the elections and thinks City employees should stay out of politics.
- Mr. Parkin commented on the CMFD negotiations.
- Mr. Juneman referenced an LA Times article that will be emailed to everyone.

**APPROVAL OF MINUTES**

Meeting of August 10, 2016

Motion / Second: Richard Riva / Gary Parkin

The motion carried by the following vote:

Ayes: Bob Juneman, Al Melone, Gary Parkin, Lee Ramos, Richard Riva, Tim Sesler, Ralph Taboada, George Turner

Nays: None

*Absent:* None

*Abstain:* Jeff Arthur

Motion carried: 8-0-0-1

## **SUB-COMMITTEE UPDATE**

None.

## **OLD BUSINESS**

### 1. Discuss Committee recommendations for GovInvest –

This item was deferred from the August 10<sup>th</sup> meeting. Mr. Taboada updated the Committee of the \$10-15K initial costs and \$10K annual cost. Discussion. Mr. Taboada recommends trying, Mr. Riva recommends the City decide and Mr. Juneman wanted contract details. Mr. Dunivent also informed the Committee that Joe Nation was also working on a similar program and will update the Committee on any information received.

There was a motion to investigate costs for the pension analysis software, real-time pension costs and unfunded liability.

Motion / Second: Ralph Taboada / Bob Juneman

The motion carried by the following vote:

*Ayes:* Jeff Arthur, Bob Juneman, Al Melone, Gary Parkin, Lee Ramos, Richard Riva, Tim Sesler, Ralph Taboada, George Turner

*Nays:* None

*Absent:* None

*Abstain:* None

Motion carried: 9-0-0-0

### 2. Committee Scope and Responsibilities

Mr. Dunivent inquired if the Committee still wanted to proceed with the Council Agenda Report regarding the Committee's scope and responsibilities, and the name change, going to Council possibly in November.

## **NEW BUSINESS**

### 1. Summary of the June 30, 2015 CalPERS Valuation Reports

Mr. Dunivent explained the CalPERS report summary.

2. Updated Projections from 6/30/15 PERS Valuations

Mr. Arthur presented the updated projections, and discussion ensued.

3. Additional Payment to Unfunded Liability

Mr. Taboada informed the Committee on the Finance Advisory Committee's recommendations for the 11M surplus, using \$1.5M to Unfunded Liability and asked the Committee for their thoughts. There was discussion, and motion was made to use \$1.5M to pay down the Fire Side Fund.

Motion / Second: Ralph Taboada / Gary Parkin

The motion carried by the following vote:

Ayes: Jeff Arthur, Bob Juneman, Gary Parkin, Lee Ramos, Richard Riva, Tim Sesler, Ralph Taboada, George Turner

Nays: Al Melone


Absent: None

Abstain: None


Motion carried: 8-1-0-0

**OPEN DISCUSSION / FUTURE AGENDA ITEMS**

**ADJOURNMENT** - The meeting was adjourned at 6:12 p.m. to the Special Meeting with the Finance Advisory Committee on November 29, 2016 at 3:30 p.m.



Ralph Taboada, Vice Chair



Kathy Ulrich, Executive Secretary