

**MINUTES OF THE CITY OF COSTA MESA  
PENSION OVERSIGHT COMMITTEE  
JUNE 8, 2016**

**CALL TO ORDER**

The meeting was called to order by Vice-Chairman Ralph Taboada at 4:46 p.m. in Conference Room 1A at Costa Mesa City Hall, 77 Fair Drive, Costa Mesa, California.

**ROLL CALL**

Members Present: Vice-Chair Ralph Taboada, Bob Juneman, Al Melone, Gary Parkin, Lee Ramos, Richard Riva, Timothy Sesler, George Turner

City Staff Present: HR Manager Lance Nakamoto, Management Analyst Ray Hull, HR Analyst Itzia Carvajal

Members Absent: Chairman Jeff Arthur

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

**PUBLIC COMMENTS**

None.

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

- Gary Parkin provided two newspaper articles:
  - "Westminster faces cuts, adding a sales tax or worse" *OC Register*, May 20, 2016.
  - "OC Watchdog: Unfunded pension debt approaching \$1 trillion?" *OC Register*, May 21, 2016.
  
- Richard Riva provided six articles:
  - "Pension costs, by any measure, are staggering" *The Whittier Daily News*, May 24, 2016.
  - "California unprepared for next recession" *LA Daily News*, June 7, 2016.
  - "California's version of highway robbery" *OC Register*, June 7, 2016.
  - Street, Chriss. "CalPERS Probe Continues: Former CEO Turns State's Evidence." *brietbart.com*. < <http://www.breitbart.com/california/2016/06/07/calpers-probe-continues-former-ceo-turns-states-evidence/> >

## Agenda Item 5.1

- “Moody’s: Fiscal test of most populous states show Texas best prepared for next recession, California least ready” *Moody’s Investor Service*, April 21, 2016.
- “CALPERS Committed ‘Worst Financial Fraud in the History of the State’ Says CA Pension Reformer Chuck Reed” *Kersten Institute*, June 3, 2016.
- Bob Juneman provided his thoughts on public sector defined contribution retirement plans versus defined benefit plans.

## APPROVAL OF MINUTES

Meeting of May 11, 2016

Motion / Second: George Turner / Timothy Sesler

The motion carried by the following vote:

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

Nays: None

Abstained: Lee Ramos

Motion carried: 7-0-1

## SUB-COMMITTEE UPDATE

None.

## OLD BUSINESS

1. POC approved proposed scope and purpose statements of Pension Oversight Committee. POC also approved proposed committee name change to Pension Advisory Committee. Staff will prepare draft Agenda Report for consideration at future City Council meeting.

## NEW BUSINESS

1. City staff will contact local jurisdictions using GovInvest’s pension and other post-employment benefits (OPEB) analysis software. Item will be discussed again during the July 13, 2016 POC meeting.
2. Lance Nakamoto briefed the POC on the current Costa Mesa Fire Association labor contract negotiations. COIN analyses will be discussed during the July 13, 2016 POC meeting.
3. POC took no action regarding its standing meeting schedule.

**OPEN DISCUSSION / FUTURE AGENDA ITEMS**

1. Findings of staff's discussions with GovInvest's local customers.
2. COIN analysis(es) of Costa Mesa Fire Association labor contract negotiations.
3. Staff will research defined contribution plans for California public employees.

**ADJOURNMENT** - The meeting was adjourned at 6:16 p.m. to the Regular Meeting on July 13, 2016 at 4:45 p.m.



Ralph Taboada, Vice-Chairman



Ray Hull, Management Analyst