

CITY OF COSTA MESA
PENSION OVERSIGHT COMMITTEE MEETING
MINUTES
August 20, 2014

CALL TO ORDER The meeting was called to order at 4:38 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. Gene Hutchins, Member
Mr. Gary Parkin, Member
Mr. John Stephens, Member
Mr. Ron Robertson, Member

Committee Members Absent:

Mr. Ralph Taboada, Vice Chairperson
Mr. Timothy Sesler, Member
Mr. Kent Mora, Member

Staff Members Present:

Mr. Steve Dunivent, Interim Finance Director
Mr. Lance Nakamoto, HR Director
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. Hutchins and seconded by Mr. Parkin to approve the minutes of August 6, 2014. Upon a voice vote, the motion carried 5-0.

PUBLIC COMMENTS None.

**COMMITTEE
MEMBER COMMENT**

Mr. Arthur updated the committee of a CalPERS and Health Benefits Committee webinar, where they approved 100 special pay items as base pay for pension purposes. Mr. Dunivent informed the committee that he would discuss POC's August 6, 2014 letter to City Council "Recommended Safety Employees Increase Pension Cost-Sharing to 14%" with Council in closed session on September 2, 2014. Mr. Dunivent also informed the committee the CalPERS valuations will not be released until late October. Mr. Hutchins informed the committee about a lot of negative reaction to the CalPERS approval of the 100 item special pay.

**SUB-COMMITTEE
UPDATES**

CalPERs communication's sub-committee: No update.

Fast Facts Publication sub-committee: No update.

Communications Outreach sub-committee: No update.

OLD BUSINESS

Mr. Arthur reviewed two draft letters and a power point presentation with further Council recommendations.

Mr. Dunivent presented his response to the Orange County Grand Jury Report regarding pensions. He asked the committee to review the document and send his responses by next Friday, August 26.

Mr. Dunivent presented the Other Post-Employment Benefits (OPEB) report and a cover letter highlighting the main points of both OPEB and the Police Officer Separation Incentive Program.

NEW BUSINESS

Mr. Nakamoto updated the committee after his discussion with CalPERS and the city attorney with information they cannot create a new tier for Police. The committee had a discussion about the proposed charter, section 600 impacts. The committee asked Mr. Dunivent and Mr. Nakamoto to make some inquiries on behalf of the committee.

ADJOURNMENT

A motion was made by Mr. Robertson and seconded by Mr. Hutchins to adjourn the meeting at 6:13 p.m.

Jeff Arthur
Chairperson

Steve Dunivent
Interim Finance Director