

## **MINUTES**

### **CITY OF DELANO PENSION COMMITTEE – REGULAR MEETING May 5, 2014**

#### **CALL TO ORDER**

Chairman Warren called the meeting to order at 2:03 p.m. in the City Hall Council Chambers, 1015 – 11<sup>th</sup> Avenue.

#### **ROLL CALL**

Committee Members present: Lidia Albiar, Don Campbell, Gerald Gruver, Ed Warren  
Committee Members absent: Gary Langston

#### **OFFICIALS PRESENT**

Finance Director Rios, Assistant Finance Director Bermudez, City Clerk Kraft, Human Resources Director Zamudio, Recording Secretary Villarreal, and Barthus J. Prien and Tiao-Tiao Hsu from Prien Associates, and Ms. Maria Ocampo.

#### **CONSENT AGENDA**

1. Minutes of regular Pension Committee meeting of February 3, 2014

Moved by Committee Member Campbell, seconded by Committee Member Albiar, and unanimously carried by all those present to approve the Consent Agenda.

#### **REGULAR AGENDA**

2. Review of financial transaction for the period July 1, 2013 through March 31, 2014

Barthus Prien, Prien Associates, presented the report. There was discussion regarding the investment at Good Harbor U.S. Tractical Core. The Committee would like to have investments reports in a monthly basis, to look how the investments are doing, especially for Good Harbor U.S. Tractical Core.

Mr. Prien also mentioned about Great West Life investment, for the 9-months period the return is 3.21%. Mrs. Rios stated that we should keep Great West Life as it is and look closer at Good Harbor investment.

Moved by Committee Member Gruver, seconded by Committee Member Campbell and unanimously carried by all those present to accept the report as presented, with the requirement to receive information about Good Harbor.

3. Discussion and any action regarding a recommendation to invest the cash accumulated in the liquid assets account in the existing accounts on Stifel Nicolaus.

After a brief discussion, moved by Committee Member Gruver, seconded by Committee Member Campbell and unanimously carried by all those present, this item has been tabled until the Committee get further information from Mr. Bob Abraham. The Pension Committee decided to have a special meeting on Friday, May 9, 2014 at 3:00 p.m.

4. Discussion and any action regarding a pension plan issue.
  - Establish a definite payback period for rehires.

Finance Director Rios and Human Resources Director Zamudio explained that the Pension Plan stated that the Pension Committee needs to set a time frame to re-deposit the pension contributions, for employees that withdraw their contributions at the time they resigned or have been terminated. They recommend a one year time frame.

After a few questions and answers about this issue, a motion was made by Committee Member Campbell, and seconded by Committee Member Albiar and unanimously carried by all those present to accept the recommendation, and establish one (1) year the time-frame to re-deposit the pension contribution from today's date for those employees that have been re-hired lately (the City will send a notice to the employees that have been re-hired until today); and from now on, the re-hired employees that withdraw their pension contributions and would like to payback their contributions will have one (1) year to do so from the day of re-hire.

Ms. Rosa Rios mentioned that she will present to the Committee an updated amount that the Pension Plan needs to reimburse the City and she will recommend that the Pension Plan should reimburse the City on a quarterly basis.

#### **ADJOURNMENT**

Moved by Committee Member Albiar, seconded by Committee Member Gruver, and unanimously carried to adjourn the meeting at 3:00 p.m.



Javier E. Villarreal, Recording Secretary