

---

---

# PENSION ADVISORY REVIEW COMMITTEE

---

---

## MINUTES OF MEETING

January 17, 2019  
10:00 a.m.

County Executive Office  
4080 Lemon Street, 4<sup>th</sup> Floor  
Conference Room A

### Members Present:

Don Kent  
Brenda Diederichs  
Mark Hake  
Paul Angulo

Chairman, County Executive Office  
Human Resources  
Probation  
Auditor-Controller

### Members Absent:

Jon Christensen

County Treasurer's Office

### Staff and Guests Present:

Steven Kilbride  
Brad Au  
John Bartel  
Michael Williams  
Jennifer Kammerer  
Stephanie Persi  
Dan Wiles  
Jeanine Rey  
Darrylenn Brockington  
Amy Onopas  
Jennifer Fuller  
Stacey Beale  
Isela Licea  
Giovane Pizano  
Matt Jennings  
Margaret Herrero

Aon  
Aon  
Bartel & Associates  
Columbia Capital  
Executive Office  
Executive Office  
Fieldman, Rolapp & Associates  
Flood Control  
Flood Control  
Human Resources  
Human Resources  
Human Resources  
Treasurer Tax Collector  
Treasurer Tax Collector  
Treasurer Tax Collector  
Waste Resources

**1. Call to Order and Self-introductions:**

Chairman Don Kent called the meeting to order at 10:00 a.m. Self-Introductions were given by those present.

**2. Approval of the Minutes for April 25, 2018:**

**MOTION: Matt Jennings moved to approve the Minutes.**

**Seconded by Don Kent**

**Motion approved unanimously**

**3. Bartel & Associates - Update on Recent Changes in CalPERS Valuation Report for 6/30/2017**

John Bartel discussed the following topics concerning the Miscellaneous and Safety Plans for the CalPERS' Actuarial Issues Report:

- CalPERS Changes
- Miscellaneous Plan – Demographic Information, Plan Funded Status and Contribution Rates and Projections
- Safety Plan – Demographic Information, Plan Funded Status and Contribution Rates and Projections
- Combined Miscellaneous and Safety
- Leaving CalPERS
- POB
- PEPRAs Cost Sharing
- Paying Down the Unfunded Liability
- Irrevocable Supplemental (Section 115) Pension Trust

Report was received and filed.

**4. Aon - 401A Valuation Report**

Steven Kilbride reported that the funding contribution for Fiscal Year Ending (FYE) 2019 is \$610,522 and was developed based on the prior year valuation. The funding contribution for FYE 2020 is \$474,617. GASB 68 final FYE June 30, 2019 expense is \$799,306. Active participant count was significantly lower during year ending July 1, 2018 (1,509) due to the county recruitment freeze; down from year ending July 1, 2017 (2,019).

Report was received and filed.

**5. Aon - OPEB Valuation Report**

The funding contribution for FYE 2020 is \$4,254,133 (Safety - \$2,530,651 / Misc. \$1,723,482) The GASB 75 expense for FYE June 30, 2019 is \$4,222,794. The discount rate is 6.73%. Mr. Kent asked a question regarding the County's Policy B-25 section 2E. The County seeks a minimum funding level of 80%, if funding level falls below that level the County will prepare a plan to address the issue. Ms. Onopas stated what the

county can do is not take a disbursement from OPEB this year for the reimbursement of the \$2 million. That will help with some of the funding and work with our actuary to see what it would take to get back to 80% in the next 3 to 5 years. Ms. Onopas will work with Aon to prepare a schedule to see what this will look like.

Report was received and filed.

**6. Section 115 Pension Trust Report Update**

Mr. Kent explained that this report is not ready as of this meeting; we will return with a report update in the near future.

**7. Discuss 2019 Annual Draft PARC Report**

Mr. Kent shared that the 2018 report was sent out as a starting point. Staff is going through the report making updated changes. The 2019 report will go to the Board on February 5. To complete this report, it will be circulated to committee members to review and provide updates.

**8. New Business**

None

**9. Public Comment:**

No public comment.

**10. Future Meeting Date:**

Future meeting date will be determined.

**11. Adjourn:**

With no further business, Don Kent adjourned the Pension Advisory Review Committee Meeting at 11:45 a.m.