

To: MCCMC Pension & OPEB Reform Committee

From: Larry Chu

Date: April 22, 2011

RE: Summary of Business Items for April 25, 2011 Meeting

1. Pension benefit data

Side fund and survivor benefits data was taken from CalPERS Actuarial Reports for Belvedere, Larkspur, and Sausalito.

Pension Obligation Bond data was taken from annual audits for Corte Madera, Fairfax, Larkspur, Mill Valley, Novato, San Anselmo, San Rafael, and Sausalito.

2. Other Post Employment Benefit data

Reporting of unfunded liabilities and annual required contribution data was taken from annual audits for Corte Madera, Fairfax, Larkspur, Mill Valley, Novato, San Anselmo, San Rafael, and Sausalito.

3. Financial impact study

No interviews were done as subcommittee during the month of April.

4. Toolkit of actions

The Employee Paid Employer Contribution was added to the Toolkit.

It has been previously suggested that a tool be created to dynamically analyze the impact and sensitivity of different cost savings or risk mitigating measures against payroll costs. After the last meeting, Larry Russell had volunteered to work with Jeanne MacLeamy on creating an Excel spreadsheet to perform such a function. They can provide updates on the progress of this effort.

5. Draft of Report to the MCCMC

Several comments were made by committee members and staff regarding the introduction, scope of the project, and the unsustainability of the current system. These comments have been incorporated into the draft.

Any comments and changes to the write-up for the Toolkit section of the report will be discussed.

6. Discussion of Policy Issues

John Telischak will give a short presentation on a draft resolution written by the Belvedere City Council on policy statements for pension reform.

The committee will begin the discussion on policy issues that will require legislative changes at the State level. The committee will need to determine which policies it will recommend to the MCCMC Legislative Committee to support when the topic of post-retirement benefits is discussed at the regional or statewide level of the League of California Cities. The committee may want to consider drafting a resolution similar to the one that Belvedere is considering.

7. Schedule next meeting

The next meeting will be 5/23. Since the Larkspur council chambers is not available, the meeting place will be determined.