



CITY OF HUNTINGTON BEACH
FINANCE BOARD MINUTES
TUESDAY, AUGUST 17, 2010 AT 5:30 PM
CIVIC CENTER, LOWER LEVEL, ROOM B-7

1) CALL TO ORDER: At 5:30 PM, Vice Chair LoGrasso called the meeting to order.

Present: Members: Garcia, Houston, Jones, King, and Peterson

Absent: Chair Falzon

Staff: Bob Wingenroth

2) PUBLIC COMMENTS:

No public comments were made.

3) APPROVAL OF MEETING MINUTES:

August 11, 2010 minutes were not completed.

4) STAFF REPORTS/BUSINESS ITEMS:

a) Unfunded Liabilities

Vice Chair LoGrasso led a discussion on the City's unfunded liabilities. Members edited a draft recommendation to the City Council drafted by Vice Chair LoGrasso and Member Houston. Members also discussed and edited attachments prepared by Member Jones. At the end of the discussion the group agreed on final wording of a recommendation to be presented to the City Council. The recommendation is centered on the need for the City to establish a two-tier retirement system, where newly hired employees pension benefit would be a defined contribution plan rather than a defined benefit plan. Such a plan would reduce long-term pension cost and the associated unfunded liability. Member Jones made a motion to accept and forward the recommendation to the City Council, seconded by Member King. The motion was approved 6-0 (Chair Falzon absent).

5) COMMENTS FROM BOARD MEMBERS:

There were no comments from the Board Members.

6) INFORMATION ITEMS:

There was no additional information.

7) ADJOURNMENT:

Member Garcia made a motion at 6:38 PM to adjourn the meeting to Wednesday, September 8, 2010, at 6:00 PM in meeting room B-8, seconded by Member Houston. The motion was approved 6-0. (Chair Falzon absent)

Respectfully submitted by:

Bob Wingenroth

Secretary to the Finance Board