



**CITY OF FRESNO RETIREMENT SYSTEMS  
REGULAR MEETING OF THE ADMINISTRATIVE COMMITTEE**

**MINUTES**

**October 19, 2010**

**Administrative Committee held a meeting in Retirement Office, 2828 Fresno St., 2nd Fl., Board Chamber, Room 202, Fresno, California at the hour of 8:30 AM on the day above written.**

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**ROLL CALL AT 8:31 AM**

Members Present: Oscar Williams, Jeff Beatty, Brian Burry, Paul Cliby, Marvell French (arrived 8:40 am), Ken Nerland

Members Absent: Joe Gray, Randy Nason

Also Present: Russ Richeda, Legal Counsel, Stanley McDivitt, Kathleen Riley, Yvonne Arellano, Pattie Laygo

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**APPROVE MINUTES**

Approve minutes of September 21, 2010, Regular Meeting of the Administrative Committee.

ACTION: Approved/Adopted

ON MOTION by Member Cliby seconded by Member Nerland to approve the minutes of September 21, 2010, Regular Meeting of the Administrative Committee, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Beatty, Burry, Cliby, Nerland

NOES: None

ABSTAIN: None

ABSENT: French, Nason, Gray

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**APPROVE AGENDA**

Approve agenda of October 19, 2010, Regular Meeting of the Administrative Committee.

ACTION: Approved/Adopted

ON MOTION by Member Cliby seconded by Member Nerland to approve the agenda of October 19, 2010, Regular meeting of the Administrative Committee, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Beatty, Burry, Cliby, Nerland

NOES: None

ABSTAIN: None

ABSENT: French, Nason, Gray

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**TIMED SCHEDULED HEARINGS AND MATTERS**

None

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**A. CONSENT CALENDAR**

1. Approve date and time of the next regular meeting of the Administrative Committee scheduled at 8:30 a.m. on November 16, 2010.

ACTION: Approved/Adopted

ON MOTION by Member Cliby seconded by Member Beatty to approve the consent calendar, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Beatty, Burry, Cliby, Nerland

NOES: None

ABSTAIN: None

ABSENT: French, Nason, Gray

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**B. AGENDA ITEMS**

1. Review, discussion and direction regarding a two-tier DROP distribution option.

ACTION: Direction to Legal Counsel

The Committee received update and considered important issues raised by staff and legal counsel. A direction is made that legal counsel request a fee proposal from Ice Miller to provide a legal opinion as to whether the new proposed DROP distribution option is consistent with the applicable requirements of the Internal Revenue Code.

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2. Review, discussion and direction regarding FMC Safeguards Provisions and Proposed Joint Board Policy.

ACTION: Approved/Adopted

The Committee reviewed background, discussed Fresno Municipal Code sections, and considered proposed policy and procedures.

ON MOTION by Member Burry seconded by Member French to recommend Board approval of the Board policy with regards to the reporting of Earnings, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Beatty, Burry, Cliby, Nerland

NOES: None

ABSTAIN: None

ABSENT: Nason, Gray

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3. Status Update on Governor's Veto of AB 1987 and SB 1425.

ACTION: Received

The Committee received update of the status of AB 1987 and SB 1425 and directed staff to continue to monitor and work with other cities regarding these bills.

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4. Review and discuss legal counsel's analysis regarding Government Pension Offset (GPO) / Windfall Elimination Provision (WEP).

ACTION: Received

The Committee reviewed and discussed report submitted by legal counsel.

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5. Consider recommendation to purchase or lease folder-inserter-sealer machine.

ACTION: Approved/Adopted

The Committee reviewed background and staff's recommendation to lease folder inserter

machine for the Retirement Office and discussed potential electronic distribution.

ON MOTION by Member Burry seconded by Member Nerland to recommend Board approval to lease proposed folder-inserter-sealer machine for the Retirement Office, DULY CARRIED RESOLVED by the following vote:

AYES: Williams, Beatty, Burry, Cliby, Nerland

NOES: None

ABSTAIN: None

ABSENT: Nason, Gray

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**C. INFORMATION ONLY ITEMS**

1. Fresno City Health and Welfare Trust Agenda for Regular Board meeting of October 13, 2010 and minutes of the Regular Board meeting on September 8, 2010.

ACTION: Received

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2. Press Release dated October 8, 2010, Office of the Governor - Gov. Schwarzenegger Delivers Historic Pension and Budget Reform in Budget Agreement.

ACTION: Received

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**D. UNSCHEDULED ORAL COMMUNICATIONS**

None

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**E. PROPOSED AGENDA ITEMS FOR NEXT COMMITTEE MEETING**

None

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**F. PUBLIC COMMENTS**

1. Mr. Don Trusdale spoke to the Committee to address the decline of the PRSB and received clarification and information from staff.
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**G. ADJOURNMENT**

9:12 a.m.

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