



**MINUTES OF THE REGULAR MEETING  
OF THE  
PENSION BOARD OF THE CITY OF ALAMEDA  
HELD 4:30 P.M., JULY 25, 2011  
ALAMEDA CITY HALL  
2263 SANTA CLARA AVENUE, ALAMEDA  
CONFERENCE ROOM 391**

1. The meeting was called to order by Chair Marie Gilmore at 4:34 p.m.

2. **ROLL CALL:**

Present: Chair Marie Gilmore Trustees: Robert Follrath, William Soderlund, Nancy Elzig and Karen Willis.

Staff: Fred Marsh, Controller, Finance and Lelia Faapouli, Administrative Technician III, Human Resources

3. **MINUTES:**

The minutes of the Regular Meeting of April 25, 2011 were moved for approval by Member Follrath and seconded by Member Soderlund. Passed 5-0

4. **AGENDA ITEMS:**

- 4-A. Pension Payroll and Financial Reports – Quarter Ending June 30, 2011 and City of Alameda Police & Fire Pension Funds Financial Reports For the Period Ending June 30, 2011 from Fred Marsh, Controller.

Mr. Marsh noted an error on the date of the agenda for the July 25, 2011 meeting. The "Pension Payroll and Financial Reports – Quarter Ending June 31, 2011" should be June 30, 2011. He also noted that the "City of Alameda Police & Fire Pension Funds Financial Reports For the Period Ending June 30, 2011" report had an error in the middle of the report. He stated that the Preliminary Results of Operations for six months ending December 31, 2010 should not be shown in this report. Mr. Marsh then reviewed the entire report with the Board and stated that the 1079 and 1082 amounts will be adjusted at the year end.

Member Elzig moved to accept the report with the noted corrections, which was seconded by Member Follrath. Passed 5-0.

6. **ORAL COMMUNICATIONS, NON-AGENDA (PUBLIC COMMENT)**

There were no oral communications.

7. **PENSION BOARD COMMUNICATIONS (COMMUNICATIONS FROM BOARD)**

Member Follrath asked if the Pension Board was going to be advised on the new Fire and Police pension plan changes. Member and Secretary to the Board Willis explained that safety employees under the new Memorandum of Understandings that were recently adopted will be contributing an additional 2% toward their PERS pensions which is technically a part of the employer's contribution to PERS. This means that safety employees will go from contributing 9% to 11% of their earnings to their pension.

The changes made to the retiree health care benefit are that current safety employees must be employed with the City at least five years to be eligible and will be reimbursed at either the Kaiser or Blue Shield rates for up to the two party rate. Safety employees hired after June 7, 2011, must work at least ten years to be eligible and will be reimbursed at either the Kaiser or Blue Shield rate at the single party rate only.

Member and Secretary to the Board Willis went on to explain that these are structural changes that needed to be made in order for these benefits to be sustainable in the future. She pointed out that these changes do not in any way impact current retirees and do not impact either the 1079 or 1082 pension plans.

8. **ADJOURNMENT:**

There being no further business to come before the board, the meeting was adjourned at 4:50 p.m.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Karen Willis", written over a horizontal line.

Karen Willis, Human Resources Director  
and Secretary to the Pension Board