



Req. #10160

RESOLUTION NO. 36305

1 WHEREAS the Board of Administration ("Board") of the Tacoma Employees'
2 Retirement System ("System") is responsible for the proper and prudent
3 investment of the funds of the System, and

4 WHEREAS the Board finds it necessary to employ a consultant to provide
5 pension and investment consulting services for the Board, and

6 WHEREAS the Board, at its meeting held on June 10, 2004, determined
7 that it was reasonable and prudent to distribute a Request for Proposal ("RFP")
8 for pension consulting services and commenced said process in July 2004, and

9 WHEREAS, at the conclusion of said RFP process, and after a
10 thorough, deliberative review of proposals submitted from ten different firms,
11 the Board, at its meeting held on August 19, 2004, selected Wilshire Associates
12 Incorporated ("Wilshire") as the best firm to provide pension consulting services
13 based upon Wilshire's demonstrated ability to meet the needs of public sector
14 defined benefit pension systems, demonstrated consultant success as
15 evidenced by the rates of return achieved for clients, and the overall quality of
16 client services, and

17 WHEREAS the Board further recommended that the City Council
18 authorize the Board to enter into a three-year agreement with Wilshire, with two
19 one-year renewal options, per the terms of the RFP, with the fee for the
20 three-year period of October 1, 2004, through September 30, 2007, to be an
21 estimated \$140,000 per year, for a total estimated amount of \$420,000 for the
22 three-year period, and
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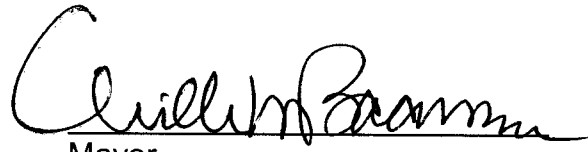
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WHEREAS it appears to be in the best interests of the City and the System to enter into such agreement; Now, Therefore,

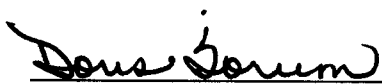
BE IT RESOLVED BY THE COUNCIL OF THE CITY OF TACOMA:

That the Board of Administration of the Tacoma Employees' Retirement System is hereby authorized to employ Wilshire Associates Incorporated to provide pension consulting services for the Tacoma Employees' Retirement System for the three-year period of October 1, 2004, through September 30, 2007, with two one-year renewal options, said agreement for the three-year period to be in the estimated total amount of \$420,000, and in substantial accordance with the proposed agreement on file in the office of the City Clerk.

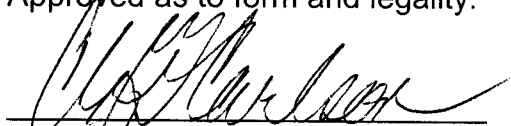
Adopted SEP 21 2004


Mayor

Attest:


City Clerk

Approved as to form and legality:


Assistant City Attorney

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REQUEST FOR ORDINANCE OR RESOLUTION

CITY CLERK USE

Request #: 10160

Ordinance #:

Resolution #: 36305

Handwritten numbers 10160 and 36305 in a box.

2004 AUG 27 PM 9:07

1. DATE: August 23, 2004

Table with 3 columns: REQUESTING DEPARTMENT/DIVISION/PROGRAM (Retirement), CONTACT PERSON (for questions): (Patricia Pabst), PHONE/EXTENSION (2038)

4. PREPARATION OF A RESOLUTION IS REQUESTED FOR THE CITY COUNCIL MEETING OF TUESDAY, SEPTEMBER 21, 2004.

5. SUMMARY TITLE/RECOMMENDATION: (A concise sentence, as it will appear on the Council Agenda)

Authorize the Board of Administration of the Tacoma Employees' Retirement System to execute an agreement with Wilshire Associates, Inc., to provide pension consulting services for the period October 1, 2004, through September 30, 2007, for an estimated amount of \$420,000 (\$140,000/year).

6. BACKGROUND INFORMATION/GENERAL DISCUSSION: (Why is this request necessary? Are there legal requirements? What are the viable alternatives? Who has been involved in the process?)

The Request for Proposal (RFP) process for Pension Consulting Services was commenced in July, 2004. Ten different firms submitted proposals. The Retirement Board of Administration reviewed all proposals submitted for essential criteria such as public sector defined benefit clients, rates of return, fees and services. Supplemental information was requested from proposers to clarify certain information. Five candidate firms were interviewed. After a thorough, deliberative review, the Board of Administration selected Wilshire Consulting at its August 19, 2004 meeting based upon its demonstrated ability to meet the needs of public sector defined benefit clients, demonstrated consultant success as evidenced by client rates of return, competitive fees, quality client services and Wilshire's demonstrated ability to achieve significant cost savings for the plan over the past five years. The Board is recommending the Council authorize its entering into a three-year agreement with Wilshire, with two one-year renewal options, per the terms of the RFP. The fee for the three-year period of October 1, 2004 through September 30, 2007 is estimated at \$420,000.

7. FINANCIAL IMPACT: (Future impact on the budget.)

This amount is budgeted.

8. LIST ALL MATERIAL AVAILABLE AS BACKUP INFORMATION FOR THE REQUEST AND INDICATE WHERE FILED:

Table with 2 columns: Source Documents/Backup Material, Location of Document. Includes Draft August 19, 2004, Retirement Board Minutes Agreement and Request for Proposal Policy.

9. FUNDING SOURCE: (Enter amount of funding from each source)

Table with 5 columns: Fund Number & Name, State \$, City \$, Other \$420,000, Total Amount \$420,000. Row 1: 6100 Retirement

If an expenditure, is it budgeted? [X] Yes [] No Where? Org # 850010 Acct # 5310100

10. ATTORNEY CONTACT: (Enter Name of Attorney that you've been working with)

Cheryl Carlson

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Table with 3 columns: Department Director/Utility Division Approval, Approved as to Availability of Funds, City Manager/Director Utilities Approval. Includes signatures.

Resolution No. 36305

Adopted: SEP 21 2004

Maker of Motion: - Evans

Seconded: Phelps

Roll Call Vote:

| MEMBERS | AYES | NAYS | ABSTAIN | ABSENT |
|---------------|------|------|---------|--------|
| Ms. Anderson | ✓ | | | |
| Mr. Evans | ✓ | | | |
| Ms. Ladenburg | ✓ | | | |
| Mr. Lonergan | ✓ | | | |
| Mr. Manthou | ✓ | | | |
| Mr. Phelps | ✓ | | | |
| Mr. Stenger | ✓ | | | |
| Mr. Talbert | ✓ | | | |
| Mayor Baarsma | ✓ | | | |

| MEMBERS | AYES | NAYS | ABSTAIN | ABSENT |
|---------------|------|------|---------|--------|
| Ms. Anderson | | | | |
| Mr. Evans | | | | |
| Mr. Ladenburg | | | | |
| Mr. Lonergan | | | | |
| Mr. Manthou | | | | |
| Mr. Phelps | | | | |
| Mr. Stenger | | | | |
| Mr. Talbert | | | | |
| Mayor Baarsma | | | | |