

RESOLUTION NO. 37284



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A RESOLUTION relating to the Tacoma Employees' Retirement System; authorizing an amendment to the agreement with Wilshire Associates Incorporated for investment services.

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

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

WHEREAS the Board, at its meeting held on August 23, 2007, recommended that the City Council authorize the Board to enter into the fourth and fifth year renewal options to the three-year agreement with Wilshire Associates Incorporated ("Wilshire") for the provision of pension consulting services, in the amount of \$165,000 for the period of October 1, 2007, through September 30, 2008, and in the amount of \$175,000 for the period of October 1, 2008, through September 30, 2009, budgeted from the Retirement Fund, for a cumulative total of \$760,000 for the five-year contract, and

WHEREAS it appears to be in the best interests of the City and TERS to enter into such agreement; Now, Therefore,

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

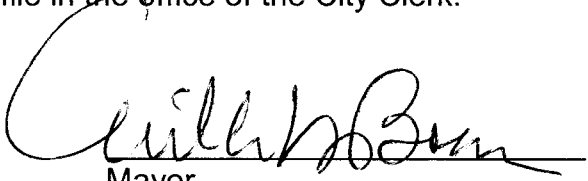
That the Board of Administration of the Tacoma Employees' Retirement System is hereby authorized to amend the existing contract with Wilshire Associates Incorporated to provide pension consulting services for the Tacoma Employees' Retirement System through September 30, 2009, said agreement



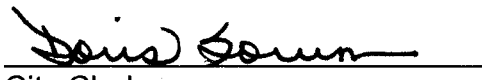
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for the two-year renewal period to be in the estimated total amount of \$340,000, budgeted from the Retirement Fund, and in substantial accordance with the proposed agreement on file in the office of the City Clerk.

Adopted SEP 18 2007


Mayor

Attest:


City Clerk

Approved as to form:


Assistant City Attorney



CITY CLERK USE ONLY

REQUEST FOR
[] ORDINANCE [X] RESOLUTION

Request #: 11527
Ord./Res. #: 37284

1. DATE: August 23, 2007

2. SPONSORED BY: COUNCIL MEMBER(S) N/A (If no sponsor, enter "N/A")

Table with 3 columns: Requesting info, Contact info, and Phone numbers. Includes signatures for Department Director, Budget Officer, and City Manager.

5. REQUESTED EFFECTIVE DATE: October 1, 2007 (Council meeting date of September 18, 2007)

Our contract with Wilshire Associates Incorporated expires on September 30, 2007 and we would therefore need this before the City Council in time to renew prior to that date.

6. SUMMARY AGENDA TITLE: (A concise sentence, as it will appear on the Council agenda.)

Authorizing the Board of Administration of the Tacoma Employees' Retirement System to execute the fourth and fifth-year renewal options to the three-year agreement with Wilshire Associates in the amount of \$165,000 for the period of October 1, 2007 through September 30, 2008 and \$175,000 for the period of October 1, 2008 through September 30, 2009, budgeted from the Retirement Fund, for the provision of pension consulting services, for a cumulative total for the five-year contract of \$760,000.

7. 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?)

A request for proposal was completed in 2004 and Wilshire Associates was awarded a three-year contract with fourth and fifth year renewal options. This amendment would exercise the options and extend the agreement for the optional fourth and fifth years.

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

Table with 2 columns: Source Documents/Backup Material and Location of Document. Lists drafted minutes, contract amendment, and original approved contract.

9. FINANCIAL IMPACT: A. [] NO IMPACT (NO FISCAL NOTE) B. [X] YES, OVER \$100,000, Fiscal Note Attached C. [] YES, UNDER \$100,000, (NO FISCAL NOTE) Provide funding source information below:

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

Fund Number & Name: State \$ City \$ Other \$ Total Amount

If an expenditure, is it budgeted? [X] Yes [] No Where? Cost Center: 850010

Acct #: 5010100

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FISCAL NOTE

Each piece of legislation that has a financial impact or creates positions authority requires a fiscal note. After preparation by departmental staff, the Budget and Research Division will review the fiscal note and make any necessary revisions before transmittal to the Legal Department for legislation preparation.

DEPARTMENT: CONTACT PERSON/PHONE: **OMBA**
CONSULTANT/PHONE:

Retirement	Maggie Coleman / 5897	
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Is it currently budgeted? Yes No

Is this a grant? Yes No If Yes, Operating Capital

EXPENDITURES:

FUND NAME & NUMBER *	COST CENTER	WBS	ACCOUNT	2007-2009 EXPENDITURES
Retirement Adm 6100 – Adm	850010		5010100	\$340,000
TOTAL				

* General Fund: Include Department

Purpose: [Click Here and Type or Press Delete to Clear]

REVENUES:

FUND NAME & NUMBER	COST CENTER	WBS	ACCOUNT	2007-2009 REVENUES
Retirement 6100	850000		6011000	\$340,000
TOTAL				

Notes: [Click Here and Type or Press Delete to Clear]

POSITION IMPACT:

POSITION TITLE	PERMANENT/PROJECT/TEMPORARY POSITION	POSITION END DATE	2007 FTE	FUTURE FTE

Total positions created or abrogated through this legislation, including FTE impact. FTE impact for temporary employees is estimated.

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LONG-TERM FINANCIAL IMPACT OF LEGISLATION:

SPENDING PLAN & BUDGET	2007	2008	2009	2010	2011	TOTAL
Salaries/Benefits						
Start-up						
On-going						
Maintenance & Operations	\$41,250	\$167,500	\$131,250			\$340,000
Capital						
TOTAL	\$41,250	\$167,500	\$131,250			\$340,000

FUNDING SOURCE	2007	2008	2009	2010	2011	TOTAL
Investment Revenues	\$41,250	\$167,500	\$131,250			\$340,000
TOTAL	\$41,250	\$167,500	\$131,250			\$340,000

The financial cost of not implementing the legislation:

Loss of investment returns.

Estimate the cost to the City if the legislation is not implemented, including the potential conflicts with regulatory requirements, cost avoidance, or other potential costs.

OTHER ISSUES:

[Click Here and Type or Press Delete to Clear]

Resolution No. 37284

Adopted: SEP 18 2007

Maker of Motion: Talbert

Seconded: Anderson

Voice Vote:

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

Roll Call Vote:

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