

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE & ADMINISTRATION COMMITTEE

**DRAFT MINUTES OF MEETING
April 17, 2023**

The Finance & Administration Committee met on April 17, 2023, in the Feckner Auditorium.

The meeting was called to order at 11:10 a.m. and the following members were present:

Lisa Middleton, Chair
David Miller Vice Chair
Frank Ruffino for Fiona Ma
Jose Luis Pacheco
Ramón Rubalcava
Theresa Taylor
Yvonne Walker

Other Board Member(s):
Lynn Paquin for Malia M. Cohen (virtual)
Eraina Ortega
Kevin Palkki
Mullissa Willette
Dr. Gail Willis

AGENDA ITEM 2 – EXECUTIVE REPORT

Michele Nix, Acting Chief Financial Officer, presented the oral report to the committee.

AGENDA ITEM 3 - ACTION CONSENT ITEMS

Ms. Nix presented the action consent items to the committee for approval.

On **MOTION** by Jose Luis Pacheco, **SECONDED** by Theresa Taylor, and **CARRIED**, the committee approved:

1. The April 17, 2023, Finance & Administration Committee Timed Agenda.
2. The February 13, 2023, Finance & Administration Committee Meeting Minutes.

3. Semi-Annual Contracting Prospective Report.
4. Valuation Report for the 195 Survivor Benefit Program.

AGENDA ITEM 4 – INFORMATION CONSENT ITEMS

The committee accepted the information consent items as presented.

AGENDA ITEM 5A – 2023-24 ANNUAL BUDGET PROPOSAL

Michele Nix, Acting Chief Financial Officer and Jennifer Hamarlund, Interim Division Chief, Financial Planning, Policy, and Budgeting Division, as an action item.

On **MOTION** by Jose Luis Pacheco, **SECONDED** by David Miller, and **CARRIED**, the committee recommended to approve the 2023-24 Annual Budget Proposal.

AGENDA ITEM 5B – ANNUAL REVIEW OF BOARD MEMBER EMPLOYER REIMBURSEMENTS

Ms. Nix presented the Annual Review of Board Member Employer Reimbursements, as an action item.

On **MOTION** by Lisa Middleton, **SECONDED** by Jose Luis Pacheco, and **CARRIED**, the committee recommended to approve the Annual Review of Board Member Employer Reimbursements.

AGENDA ITEM 5C – STATE VALUATION AND EMPLOYER/EMPLOYEE CONTRIBUTION RATES

Scott Terando, Chief Actuary and Nina Ramsey, Associate Pension Actuary, Actuarial Office, presented the State Valuation and Employer/Employee Contribution Rates, as an action item.

On **MOTION** by Ramon Rubalcava, **SECONDED** by David Miller, and **CARRIED**, the committee recommended the board approve the State Valuation and Employer/Employee Contribution Rates.

AGENDA ITEM 5D – SCHOOLS VALUATION AND EMPLOYER/EMPLOYEE CONTRIBUTION RATES

Scott Terando, Chief Actuary and Paul Tschida, Senior Pension Actuary, Actuarial Office, presented the Schools Valuation and Employer/Employee Contribution Rates, as an action item.

On **MOTION** by David Miller, **SECONDED** by Jose Luis Pacheco, and **CARRIED**, the committee recommended the board approve the State Valuation and Employer/Employee Contribution Rates.

AGENDA ITEM 5E – STAKEHOLDERS’ PETITION TO ADOPT RANKED CHOICE VOTING

The petitioner rescinded their request, so no action was taken on agenda item 5E, Stakeholders’ Petition to Adopt Ranked Choice Voting.

AGENDA ITEM 5F - 2021-22 CALPERS BOARD ELECTION PROGRAM REVIEW

Dallas Stone, Chief, Operating Support Services Division, presented the 2021-22 CalPERS Board Election Program Review, as an action item.

On **MOTION** by Yvonne Walker, **SECONDED** by David Miller, and **CARRIED**, the committee recommended the board approve the 2021-22 CalPERS Board Election Review.

Public comment was heard from the following:

- Steven Hill, FairVote
- David Holtzman, LA Voters for Instant Runoff Elections
- Deb Jachens, California School Employees Association
- Neal Johnson
- Phyllis Johnson
- Paula Lee, League of Women Voters
- Jim McRitchie
- C. T. Weber, Peace and Freedom Party of California

AGENDA ITEM 6A – LONG-TERM CARE VALUATION REPORT

Fritzie Archuleta, Deputy Chief Actuary, Actuarial Office, presented the Long-Term Care Valuation Report, as an information item.

AGENDA ITEM 6B – SUMMARY OF COMMITTEE DIRECTION

Michele Nix, Acting Chief Financial Officer, presented and summarized the chair-directed items, to provide the following:

- Bring back effect that PEPRA has had on costs (PEPRA vs. Classic costs for State, Schools, and Public Agencies)
- Meet with stakeholders for an open dialogue about the election process, including ways to increase participation and, different methods of voting, such as Rank Choice Voting. Additionally, use stakeholder surveys to gather information on election processes, research costs and benefits of various options and bring back recommendations to the committee for consideration.

AGENDA ITEM 7 – PUBLIC COMMENT

The meeting of the Finance & Administration Committee was adjourned at 1:38 p.m.

The next Finance & Administration Committee meeting is scheduled for June 21, 2023 in Sacramento, California.

Prepared by: La Riesha Simmons
Committee Secretary

Date: _____

MICHELE L. NIX
ACTING CHIEF FINANCIAL OFFICER