

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM  
BOARD OF ADMINISTRATION  
MINUTES OF MEETING  
OPEN SESSION  
Tuesday, February 15, 2022**

The Board of Administration met via teleconference on Tuesday, February 15, 2022.

The teleconference meeting was called to order at approximately 1:00 p.m. and the following members were present:

Theresa Taylor, President  
 Rob Feckner, Vice President  
 Frank Ruffino for Fiona Ma  
 Lisa Middleton  
 David Miller  
 Eraina Ortega  
 Jose Luis Pacheco  
 Lynn Paquin for Betty Yee

Board of Administration Members excused: Ramon Rubalcava and Shawnda Westly

**AGENDA ITEM 2 – APPROVAL OF THE NOVEMBER 17, 2021 BOARD OF ADMINISTRATION TIMED AGENDA**

On **MOTION** by David Miller, **SECONDED** by Rob Feckner and **CARRIED**, with a roll call vote, the Board approved Action Item 2.

<b>Name</b>	<b>Yes</b>	<b>No</b>	<b>Abstain</b>
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

**AGENDA ITEM 4 – PRESIDENT’S REPORT**

President Taylor recognized February as Black History Month.

President Taylor presented Henry Jones with a resolution from the CalPERS Board and thanked Henry for his many years serving as a Board Member.

**AGENDA ITEM 5 – EXECUTIVE REPORT**

a. Chief Executive Officer’s Report

Ms. Frost thanked Henry Jones for his leadership and service to CalPERS.

Ms. Frost reported on the following:

- Black History Month
- Diversity, Equity and Inclusion Report
- Implementation of the strategic asset allocation
- The next Five-Year Strategic Plan

Ms. Frost thanked Anne Simpson for her service to CalPERS.

## AGENDA ITEM 6 – CONSENT ITEMS

### Action Consent Items

- a. Approval of the November 17, 2021 Board of Administration Meeting Minutes
- b. Board Travel Approvals

On **MOTION** by David Miller, **SECONDED** by Lynn Paquin and **CARRIED**, with a roll call vote and one abstention by Jose Luis Pacheco, the Board approved Action Consent Items 6a.

Name	Yes	No	Abstain
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco			X
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

On **MOTION** by David Miller, **SECONDED** by Jose Luis Pacheco and **CARRIED**, with a roll call vote, the Board approved Action Consent 6b.

Name	Yes	No	Abstain
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

## AGENDA ITEM 7 – CONSENT ITEMS

### Information Consent Items:

- a. Board Meeting Calendar
- b. Draft Agenda for the March 16, 2022 Board of Administration Meeting

- c. General Counsel's Report
- d. Communications and Stakeholder Relations

**AGENDA ITEM 8 – COMMITTEE REPORTS AND ACTIONS**

a. Investment Committee

David Miller, Chair, Investment Committee, presented the Committee Summary report to the Board. The Committee met on February 15, 2022.

The Committee elected David Miller as Chair and Rob Feckner as Vice Chair.

Additional information may be found in the February 15, 2022 Agenda materials and transcripts of the Committee meeting.

The next meeting of the Investment Committee is scheduled for March 14, 2022 in Sacramento, California.

b. Pension and Health Benefits Committee

The Committee did not meet.

The next meeting of the Pension and Health Benefits Committee is scheduled for March 15, 2022 in Sacramento, California.

c. Finance and Administration Committee

Lisa Middleton, Chair Finance and Administration Committee, presented the Committee Summary report to the Board. The Committee met on February 14, 2022.

The Committee elected Lisa Middleton as Chair and David Miller as Vice Chair.

On **MOTION** by Committee, and **CARRIED**, with a roll call vote, the Board approved the following:

- 2022 CalPERS Board of Administration State, School, and special retired member elections notice of election. (FAC Item 7a)
- Board member employer reimbursement amended of the proposed Board member percentages of time to be spent on Board-related duties, on Board and committee selections effective January 18, 2022. (FAC Item 7b)

<b>Name</b>	<b>Yes</b>	<b>No</b>	<b>Abstain</b>
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

Additional information may be found in the February 14, 2022 Agenda materials and transcripts of the Committee meeting.

The next meeting of the Finance and Administration Committee is scheduled for April 18, 2022 in Sacramento, California.

d. Performance, Compensation and Talent Management Committee

Rob Feckner, Chair, Performance, Compensation and Talent Management Committee presented the Committee Summary report to the Board. The Committee met on February 14, 2022.

The Committee elected Rob Feckner as Chair and Eraina Ortega as Vice Chair.

On **MOTION** by Committee, and **CARRIED**, with a roll call vote, the Board approved the fiscal year 2021-22 semiannual status report of the Chief Executive Officer.

<b>Name</b>	<b>Yes</b>	<b>No</b>	<b>Abstain</b>
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

Additional information may be found in the February 14, 2022 Agenda materials and transcripts of the Committee meeting.

The next meeting of the Performance, Compensation and Talent Management Committee is scheduled for April 19, 2022 in Sacramento, California.

e. Risk and Audit Committee

Lisa Middleton, Chair, Risk and Audit Committee presented the Committee Summary report to the Board. The Committee met on February 14, 2022.

The Committee elected Lisa Middleton as Chair and David Miller as Vice Chair.

Additional information may be found in the February 14, 2022 Agenda materials and transcripts of the Committee meeting.

The next meeting of the Risk and Audit Committee is scheduled for April 18, 2022 in Sacramento, California.

f. Board Governance Committee

The Committee did not meet.

The next meeting of the Board Governance Committee is scheduled for March 14, 2022 in Sacramento.

**AGENDA ITEM 9a – PROPOSED DECISIONS OF ADMINISTRATIVE LAW JUDGES**

On **MOTION** by Rob Feckner, **SECONDED** by David Miller, and **CARRIED**, with a roll call vote, the Board moved to adopt the proposed decision of Administrative Law Judges (ALJ) for Agenda Items 9a1 through 9a3 and 9a5 through 9a7 with minor modifications argued by staff to Agenda items 9a5 and 9a7, and in addition, schedule Agenda Item, 9a4 for a full Board hearing as argued by staff.

<b>Name</b>	<b>Yes</b>	<b>No</b>	<b>Abstain</b>
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

**AGENDA ITEM 9b – FIDUCIARY COUNSEL POOL**

On **MOTION** by David Miller, **SECONDED** by Rob Feckner, and **CARRIED**, with a roll call vote, the Board moved to add Olson Remcho LLP to the Fiduciary Counsel Pool in place of the Hanson Bridgett law firm, subject to successful contract negotiation.

<b>Name</b>	<b>Yes</b>	<b>No</b>	<b>Abstain</b>
Rob Feckner	X		
Frank Ruffino for Fiona Ma	X		
Lisa Middleton	X		
David Miller	X		
Eraina Ortega	X		
Jose Luis Pacheco	X		
Theresa Taylor			X
Lynn Paquin for Betty Yee	X		

**AGENDA ITEM 10a – STATE AND FEDERAL LEGISLATION UPDATE**

Danny Brown, Chief of Legislative Affairs, provided an update on State and Federal Legislation update.

## **AGENDA ITEM 10b – CALPERS 2022-27 STRATEGIC PLAN – FIRST READING**

Sabrina Hutchins, Chief of Enterprise Strategy and Performance Division provided the Board an update.

## **AGENDA ITEM 10c – SUMMARY OF BOARD DIRECTION**

No Board direction was given.

## **AGENDA ITEM 10d – PUBLIC COMMENT**

Maureen Mendoza, representing herself spoke on issues when it comes to having an adult disabled child on their health care plan.

The Public meeting recessed into closed session at approximately 2:33 p.m.

The Public meeting reconvened at approximately 2:55 p.m.

The Public meeting adjourned at approximately 2:56 p.m.

Prepared by: KARA BUCHANAN  
Committee Secretary

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MARCIE FROST  
Chief Executive Officer



Board of Administration  
**Agenda Item 6b**

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**February 15, 2022**

**Item Name:** Board Travel Approvals

**Program:** Board of Administration

**Item Type:** Action Consent

**Recommendation**

Approve travel requests as required under the Board of Administration’s travel policy.

Over \$500/Out of State/Country Travel Requests Approved by Board President:

Board Member	Date	Destination	Purpose	Estimated Costs
Frank Ruffino	May 22-26, 2022	Washington, DC	Attend the International Foundation of Employee Benefit Plans Washington Legislative Update	\$3,257.00
Frank Ruffino	March 6-10, 2022	Washington, DC	Attend the Council of Institutional Investors Spring Conference	\$1,994.00

*Theresa Taylor*

**THERESA TAYLOR, President**  
Board of Administration



## Investment Committee

# Meeting Summary

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**February 15, 2022**

This is intended as a guide for the Committee Chair. Other than the motions, this need not be read verbatim. The Chair may add context/comment as appropriate.

The Investment Committee met on February 15, 2022.

The Committee held an election for Chair and Vice Chair positions. David Miller was elected Chair and Rob Feckner was elected Vice Chair.

### **The Committee received reports on the following topics:**

- A review of market conditions and CalPERS' performance from the Board's Investment Consultants.
- A staff review of performance and risk positioning across CalPERS funds, investment and business functions, and economic conditions.
- An update on Global Equity's corporate governance and proxy voting work streams.
- The Chair directed staff to:
  - Provide a response to a public commentor regarding questions on proxy voting,
  - Prepare information in response to a Committee member request regarding Human Capital Management and its relationship to investment returns, and
  - Provide a response to questions from a public commentor regarding the year-to-date investment returns and the fiscal year outlook.

### **The Committee heard public comment on the following topics:**

- A legal dispute, proxy voting strategy, investment strategy, and investment performance.

### **At this time, I would like to share some highlights of what to expect at the March Investment Committee meeting:**

- An educational panel discussion on the topic of Emerging Markets,
- An overview of proposed policy portfolios for the Affiliate Funds,
- The first reading of proposed revisions to the Total Fund, Global Fixed Income, Private Equity, and Real Assets Policies, and
- Information regarding the selection of the Board's Private Debt Consultant.

The next meeting of the Investment Committee is scheduled for March 14, 2022, in Sacramento, California.