Circular Letter

April 2, 2015

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION AND ITS COMMITTEES

The Board of Administration of the California Public Employees’ Retirement System (CalPERS) and its committees will meet on April 13 through 15, 2015. The meetings will be held in the CalPERS auditorium located in Lincoln Plaza North, 400 Q Street, Sacramento, California, unless otherwise noted.

Copies of the agendas for the meetings are attached. This notice and the agendas are also available on our website, www.calpers.ca.gov.

The estimated start times for each meeting are set forth below. In some cases, a portion of the meeting may be held in closed session. Please refer to the attached agendas for additional information.

**Monday, April 13, 2015**

- 8:30 a.m. Board of Administration *(Closed Session Only)*
- 10:00 a.m. Investment Committee *(Closed Session Only)*
- 10:30 a.m. Investment Committee

**Tuesday, April 14, 2015**

- 8:30 a.m. Finance and Administration Committee
- 9:30 a.m. Pension & Health Benefits Committee

**Wednesday, April 15, 2015**

- 8:00 a.m. Board of Administration *(Closed Session Only)*
- 9:00 a.m. Board of Administration

Live broadcasts of open session meetings of the Board and its committees are available for viewing at www.calpers.ca.gov. Please refer to the website for information on attending meetings and presenting public comment.
The meeting facilities are accessible to persons with disabilities. Requests for disability-related modification or accommodation require a minimum of 72 hours’ notice and may be requested by calling (916) 795-3065 (voice or TTY).

Questions regarding the meetings may be referred to Cheree Swedensky at (916) 795-3128 or cheree.swedensky@calpers.ca.gov.

ANNE STAUSBOLL
Chief Executive Officer

Attachment
April 13, 2015
8:30 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 P Street
Sacramento, CA

BOARD MEMBERS

Rob Feckner, President  JJ Jelincic
Henry Jones, Vice President  Ron Lind
Michael Bilbrey  Priya Mathur
John Chiang  Bill Slaton
Richard Costigan  Theresa Taylor
Richard Gillihan  Betty Yee
Dana Hollinger

MEETING AGENDA

CLOSED SESSION  1. Chief Executive Officer’s Briefing on Performance, Employment, and Personnel Issues
8:30 a.m.  (Gov. Code sections 11126(a)(1) and (g)(1))

Notes
1) Items designated for Information are appropriate for Board Action if the Board wishes to take action. Any Agenda Item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.
2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.
3) Public comment may be taken on any agenda item. There is a 3-minute limitation on each public comment, unless otherwise directed by the Board President.
April 13, 2015
10:00 a.m.

Or Upon Adjournment or Recess of the
Board of Administration Closed Session,
Whichever is Later

Robert F. Carlson Auditorium
Lincoln Plaza North
400 P Street
Sacramento, CA

COMMITTEE MEMBERS

Henry Jones, Chair          Dana Hollinger
Bill Slaton, Vice Chair     JJ Jelincic
Michael Bilbrey            Ron Lind
John Chiang                 Priya Mathur
Richard Costigan            Theresa Taylor
Rob Feckner                 Betty Yee
Richard Gillihan

MEETING AGENDA

CLOSED SESSION
10:00 a.m.  Or Upon Adjournment or Recess of Board Closed Session,
Whichever is Later
Chief Investment Officer’s Briefing on Market and Personnel
Issues  (Government Code sections 11126(a)(1) and (c)(16))

Investment Committee Closed Session with Consultants –
Investment Strategies  (Government Code section 11126(c)(16))

OPEN SESSION
10:30 a.m.  Or Upon Adjournment or Recess of Closed Session,
Whichever is Later

1. Call to Order and Roll Call

Ted Eliopoulos  2. Executive Report – Chief Investment Officer Briefing
Ted Eliopoulos  

3. Consent Items

**Action Consent Items:**

a. Approval of the March 16, 2015 Investment Committee Meeting Minutes

Ted Eliopoulos  

4. Consent Items

**Information Consent Items:**

a. Annual Calendar Review  
b. Draft Agenda for the May 18, 2015 Investment Committee Meeting  
c. Monthly Update – Performance and Risk  
d. Monthly Update – Investment Compliance

**Action Agenda Items**

5. Total Fund

Ted Eliopoulos  

a. Establish Ad Hoc Global Governance Subcommittee

Wylie Tollette

Danny Brown  

b. Senate Bill 185 (de Léon) – Public Divestiture of Thermal Coal Companies Act

**Information Agenda Items**

6. Asset Allocation, Performance & Risk

Eric Baggesen  

a. Strategic Asset Allocation Interim Targets Review

Jim Quinn

7. Business Plan

Wylie Tollette  

a. Investment Office Cost Effectiveness

8. Total Fund

Danny Brown  

Anne Simpson  

Daniel Crowley, K&L Gates  

a. Federal Representative Update

9. Public Comment
CLOSED SESSION

Upon Adjournment or Recess of Open Session
(Government Code sections 11126(a)(1), (c)(16) and (e))

1. Call to Order and Roll Call

Ted Eliopoulos

2. Consent Items

Action Consent Items:

  a. Approval of the March 16, 2015 Investment Committee Meeting Minutes

Ted Eliopoulos

3. Consent Items

Information Consent Items:

  a. Closed Session Activity Reports
     1) Status of Action Items Not Yet Reported
     2) Items Completed Under Delegated Authority
     3) Disclosure of Placement Agent Fees: Proposed Investments
     4) Investment Proposal Status Reports

Information Agenda Items

4. Total Fund

Anne Simpson

  a. Global Governance: Corporate Engagement Investment Strategy

Eric Baggesen
John Cole

  b. CalPERS Investment Strategy: Portfolio Priorities

5. Program Review

Laurie Weir

  a. External Emerging Manager Real Estate Presentation

6. External Manager and Investment Decision Updates

Réal Desrochers

  a. Private Equity

Paul Mouchakkaa

  b. Real Assets

Dan Bienvenue

  c. Global Equity

Curtis Ishii

  d. Global Fixed Income Programs

Dan Bienvenue

  e. Absolute Return Strategies Program

Ted Eliopoulos

  f. Total Fund
Notes

1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action.

2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

3) Public comment may be taken on any Agenda Item. There is a 3-minute limitation on each public comment, unless otherwise directed by the Committee Chair.
MEETING AGENDA

OPEN SESSION
8:30 a.m.

1. Call to Order and Roll Call
Cheryl Eason

2. Executive Report
Cheryl Eason

3. Consent Items
Cheryl Eason

   Action Consent Items:
   a. Approval of the March 17, 2015, Finance & Administration Committee Meeting Minutes
   b. Semi-Annual Contracting Prospective Report

4. Consent Items
Cheryl Eason

   Information Consent Items:
   a. 2015 Annual Calendar Review
   b. 2016 Annual Calendar Review
   c. Draft Agenda for the May 19, 2015, Finance & Administration Committee Meeting
   d. Annual Report of Discharge of Accountability for Uncollectible Debt

Action Agenda Items
5. Business Planning
   a. CalPERS 2015-17 Business Plan (Second Reading)

   a. Fiscal Year 2015-16 Annual Budget Proposal (Second Reading)
   b. Proposed Regulatory changes – Payment of Interest

7. Administration
   a. Technical Amendments to Board Member Employer Reimbursement Policy
   b. Annual Review of Board Member Employer Reimbursements

8. Actuarial Reporting
   a. Actuarial Valuation Report for the 1959 Survivor Benefit Program
   b. State Actuarial Valuation and Employer Contribution Rates
   c. Schools Actuarial Valuation and Employer Contribution Rates

**Information Agenda Items**

9. Actuarial Reporting
   a. Annual Update on Amortization Extensions & Plan Terminations

10. Administration
    a. Semi-Annual Self-Funded Health Plans Report
    b. Update on the Annual Operational Sustainability
    c. Update on the Stakeholder Assessment Project

11. Public Comment

**Notes**
1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action.
2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.
3) Public comment may be taken on any Agenda Item. There is a 3-minute limitation on each public comment, unless otherwise directed by the Committee Chair.
4) Board members may attend meetings of committees of which they are not members and participate in the discussions during those meetings.
April 14, 2015
9:30 a.m.
Or Upon Adjournment or Recess
of the Finance & Administration Committee,
Whichever is Later

Robert F. Carlson Auditorium
Lincoln Plaza North
400 P Street
Sacramento, CA

COMMITTEE MEMBERS

Priya Mathur, Chair                        JJ Jelincic
Michael Bilbrey, Vice Chair               Henry Jones
John Chiang                                Theresa Taylor
Rob Feckner                                Betty Yee
Richard Gillihan

MEETING AGENDA

OPEN SESSION

Or Upon Adjournment or Recess of the Finance &
Administration Committee, Whichever is Later

9:30 a.m.

1. Call to Order and Roll Call

Ann Boynton

2. Executive Report(s)

Ann Boynton

3. Consent Items

Ann Boynton

Action Consent Items:

a. Approval of the March 17, 2015 Pension &
   Health Benefits Committee Meeting Minutes

Ann Boynton

4. Consent Items

Information Consent Items:

a. Annual Calendar Review
b. Draft Agenda for the May 19, 2015, Pension &
   Health Benefits Committee Meeting
Action Agenda Items

Danny Brown
Yvette Fontenot
Chris Jennings

5. 2015-16 Federal Health Care Policy Agenda

Danny Brown
Tom Lussier
Anthony Roda

6. 2015-16 Federal Retirement Policy Agenda

Information Agenda Items

Doug McKeever
Gary McCollum

7. CalPERS Health Care Cost Trends

Doug McKeever

8. 2016 Medicare Advantage Plan Process Update

9. Public Comment

CLOSED SESSION Upon Adjournment or Recess of Open Session
(Gov. Code Section 11126(c)(17))

1. Call to Order and Roll Call

Doug McKeever

2. Health Plan Financial Reports

Doug McKeever

3. Health Plan Rate Strategy

Notes
1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action.
2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.
3) Public comment may be taken on any Agenda Item. There is a 3-minute limitation on each public comment, unless otherwise directed by the Committee Chair.
4) Board Members may attend meetings of committees of which they are not members and participate in the discussions during those meetings.
Board of Administration
California Public Employees' Retirement System

April 15, 2015
8:00 a.m.

Robert F. Carlson Auditorium
Lincoln Plaza North
400 P Street
Sacramento, CA

BOARD MEMBERS

Rob Feckner, President
Henry Jones, Vice President
Michael Bilbrey
John Chiang
Richard Costigan
Richard Gillihan
Dana Hollinger

JJ Jelincic
Ron Lind
Priya Mathur
Bill Slaton
Theresa Taylor
Betty Yee

MEETING AGENDA

CLOSED SESSION
8:00 a.m.
Chief Executive Officer's Briefing on Performance, Employment, and Performance Issues (Government Code sections 11126 (a)(1) and (g)(1))

OPEN SESSION
9:00 a.m.
Or Upon Adjournment or Recess of Board Closed Session, Whichever is Later
1. Call to Order and Roll Call
2. Pledge of Allegiance
3. Board President's Report
4. Executive Reports
   a. Chief Executive Officer's Report (Oral)
   b. Chief Investment Officer's Report (Oral)
5. Consent Items
   a. Approval of the March 18, 2015 Board of Administration Meeting Minutes
   b. Board Travel Approvals

Action Consent Items:
6. Consent Items

   Information Consent Items:
   a. Board Meeting Calendar
   b. Draft Agenda for the May 20, 2015 Board of Administration Meeting
   c. General Counsel's Report
   d. External Affairs Report

7. Committee Reports and Actions

   Henry Jones  a. Investment Committee (Oral)
   Priya Mathur  b. Pension & Health Benefits Committee (Oral)
   Richard Costigan  c. Finance & Administration Committee (Oral)
   Michael Bilbrey  d. Performance, Compensation & Talent Management Committee (Oral)
   Ron Lind  e. Risk & Audit Committee (Oral)
   Bill Slaton  f. Board Governance Committee (Oral)

Action Agenda Items

   Matthew Jacobs  8. Annual Review of Committee Delegations
   a. Tina Liles
   b. Yvette Estridge
   c. Michelle Martin

Information Agenda Items

   Danny Brown  10. State Legislation
   11. Public Comment

CLOSED SESSION  Upon Adjournment or Recess of Open Session (Government Code section 11126(e))

12. Litigation Matters

   Matthew Jacobs  a. In re: City of Stockton (U.S. Bankruptcy Court, Eastern District of CA, No. 12-32118); In re: City of San Bernardino (U.S. Bankruptcy Court, Central District of CA, No. 2-BK-28006); and potential bankruptcy litigation
   b. Kesterson, et al. v. CalPERS, et al. (Los Angeles County Superior Court No. BC502628)
   c. Sanchez, et al. v. CalPERS, et al. (Los Angeles County Superior Court No. BC517444)
   d. Centinela Capital Partners, LLC v. CalPERS, et al. (California
Second District Court of Appeal No. B255256); Baez v. CalPERS, et al. (California Second District Court of Appeal No. B252772); Centinela Capital Partners, LLC, et al. v. Credit Suisse, et al. (Los Angeles County Superior Court, No. BC532166)

e. McGlynn v. State of California (San Francisco Superior Court No. CPF-14-514052)

f. Local 101 of AFSCME v. Edmund Brown, Jr. (U.S. District Court, Northern District of CA No. 5:14-cv-05640-BLF)

g. Deputy Sheriffs’ Ass’n. v. County of San Diego (California Fourth District Court of Appeal No. D065364)

h. Riverside Sheriffs’ Association v. County of Riverside (Riverside County Superior Court No. RIC 1305365)

Notes
1) Items designated for Information are appropriate for Board Action if the Board wishes to take action. Any Agenda Item from a properly noticed Committee meeting held immediately prior to this Board meeting may be considered by the Board.

2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.

3) Public comment may be taken on any agenda item. There is a 3-minute limitation on each public comment, unless otherwise directed by the Board President.

4) The Board may adjourn into Closed Session to deliberate on any Proposed Decision(s) or Petition(s) for Reconsideration.