


**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
FINANCE & ADMINISTRATION COMMITTEE**

MINUTES OF MEETING

September 11, 2012



The Finance & Administration Committee met on September 11, 2012, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 4:47 p.m. and the following members were present:

George Diehr, Chair
Richard Costigan, Vice Chair
Ralph Cobb for Julie Chapman
Ruth Holton-Hodson for John Chiang
JJ Jelincic
Henry Jones
Grant Boyken for Bill Lockyer

Other Board Member(s):

Priya Mathur
Bill Slaton

AGENDA ITEM 2 – EXECUTIVE REPORT

Russell Fong, Acting Chief Financial Officer, presented the oral report to the Committee as an information item.

AGENDA ITEM 3 – ACTION CONSENT ITEMS

Mr. Fong presented the Action Consent Items to the Committee for approval.

On **MOTION** by Richard Costigan, **SECONDED** and **CARRIED**, the Committee approved the Action Consent Items as presented.

AGENDA ITEM 4 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 5a – YEAR END BUDGET AND EXPENDITURE REPORT FOR FISCAL YEAR 2011-12

Rose Vellanoweth, Budget Officer, Fiscal Services Division, presented the year-end report to the Committee as an action item.

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee recommended that the Board approve the Fiscal Year 2011-12 Year End Budget and Expenditure Report, transmittal letter, as amended, and submission of the report to the Joint Legislative Budget Committee, fiscal committees of the Legislature, State Controller, and Department of Finance, in accordance with the Budget Act of 2011, and to the Legislative Analyst's Office, State and Consumer Services Agency, and the Office of the Legislative Counsel.

AGENDA ITEM 6a – NEW GASB STATEMENTS 67 AND 68

Alan Milligan, Chief Actuary, and Dave Cornejo, Acting Division Chief, Fiscal Services Division, presented details on the new GASB Statements 67 and 68 to the Committee as an information item.

AGENDA ITEM 7a – SMALL BUSINESS AND DISABLED VETERAN BUSINESS ENTERPRISE CONTRACT PARTICIPATION, FISCAL YEAR 2011-12 ANNUAL REPORT

Douglas Hoffner, Deputy Executive Officer, Operations and Technology, presented the annual report to the Committee as an information item.

AGENDA ITEM 7b – ANNUAL CONTRACTS AND PROCUREMENT ACTIVITY REPORTS FOR PERIOD JULY 1, 2011 THROUGH JUNE 30, 2012

Mr. Hoffner presented the annual report to the Committee as an information item.

The following person spoke on this agenda item:

John Pace, District Labor Council 781, Service Employees International Union Local 1000

AGENDA ITEM 8a – CURRENT BUDGET ISSUES

Ms. Vellanoweth updated the Committee on the progress of the Formal Mid-Year Budget Request. She also informed the Committee of staff's efforts on refining the indirect cost allocation process.

AGENDA ITEM 8b – CURRENT FINANCIAL REPORTING ISSUES

Mr. Cornejo updated the Committee on staff's progress in preparing the financial section of the CalPERS Comprehensive Annual Financial Report.

AGENDA ITEM 9 – PUBLIC COMMENT

There was no public comment.

The meeting of the Finance & Administration Committee was adjourned at 5:31 p.m.

The next Finance & Administration Committee meeting is scheduled for October 15, 2012, in Sacramento, California.

Date: _____

RUSSELL G. FONG
ACTING CHIEF FINANCIAL OFFICER