



California Public Employees' Retirement System  
P.O. Box 942701  
Sacramento, CA 94229-2701  
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Special:

## Circular Letter

February 7, 2013

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

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

The CalPERS Board of Administration, its Committees and Advisory Panels are scheduled to meet on the following days in February. All meetings are held in public session unless otherwise noted.

### Board of Administration

Date and Time: Tuesday, February 19, 2013, 9:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel, performance, and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1).

### Investment Committee

Date and Time: Tuesday, February 19, 2013, 10:00 a.m., or upon adjournment or recess of the Board of Administration closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Committee will meet in closed session to discuss personnel and investment matters pursuant to Government Code sections 11126(a)(1) and (c)(16).

### Investment Committee

Date and Time: Tuesday, February 19, 2013, 10:30 a.m., or upon adjournment or recess of the Investment Committee closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recess of the open session to consider investment matters pursuant to Government Code section 11126(c)(16).

### Performance, Compensation and Talent Management Committee

Date and Time: Tuesday, February 19, 2013, 3:00 p.m., or upon adjournment or recess of the Investment Committee, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

### Pension and Health Benefits Committee

Date and Time: Wednesday, February 20, 2013, 8:30 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

A closed session will be held upon adjournment or recess of the open session to discuss health plan negotiations pursuant to Government Code section 11126(c)(17).

Finance and Administration Committee

Date and Time: Wednesday, February 20, 2013, 1:00 p.m., or upon recess or adjournment of the Pension and Health Benefits Committee meeting, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board of Administration

Date and Time: Thursday, February 21, 2013, 8:00 a.m.

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board will meet in closed session to discuss personnel, performance, and employment matters pursuant to Government Code sections 11126(a)(1) and 11126(g)(1).

Board of Administration

Date and Time: Thursday, February 21, 2013, 9:00 a.m., or upon adjournment or recess of the Board of Administration closed session, whichever is later

Location: Auditorium, Lincoln Plaza North, 400 Q Street, Sacramento, CA

The Board may adjourn into closed session to deliberate on any Proposed Decision(s) or Petition(s) for Reconsideration. A closed session will be held upon adjournment or recess of the open session to discuss litigation matters pursuant to Government Code section 11126(e).

Board of Administration

Date and Time: Thursday, February 21, 2013, 1:00 p.m., or upon adjournment or recess of the Board of Administration meeting, whichever is later

Location: Room 1140, Lincoln Plaza North, 400 Q Street, Sacramento, CA

Board members will attend the Actuarial Policies Workshop

Board members may attend meetings of committees of which they are not members and participate in the discussions during those committee meetings.

The Board would be pleased to have you or representatives of your agency at the public sessions. The facilities are accessible to persons with disabilities. Requests for sign language or captioning services require a minimum of 72 hours' notice. To request service, please call (916) 795-3065 (voice or TTY).

Items scheduled for the public sessions of the meetings are listed on the attached agendas. This information is also available on the CalPERS website at [www.calpers.ca.gov](http://www.calpers.ca.gov). Please contact Cheree Swedensky, at 916-795-3128, with any questions regarding the meetings. Thank you.

ANNE STAUSBOLL  
Chief Executive Officer

Attachment



# Investment Committee

California Public Employees' Retirement System

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**February 19, 2013**  
**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	Rob Feckner
George Diehr, Vice Chair	JJ Jelincic
Michael Billbrey	Ron Lind
Julie Chapman	Bill Lockyer
John Chiang	Priya Mathur
Richard Costigan	Bill Slaton
Dan Dunmoyer	

## **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 11126(c)(16))  
Investment Committee Closed Session with Consultants –  
Investment Strategies

### **OPEN SESSION** 10:30 a.m.

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

1. Call to Order and Roll Call
2. Election of Chair and Vice-Chair

Joseph Dear

3. Executive Report – Chief Investment Officer Briefing

Joseph Dear

4. Consent Items

**Action Consent Items:**

- a. Approval of Meeting Minutes
- b. Annual Reports to the Legislature – Holocaust Era and Northern Ireland
- c. Proposed Regulation Relating to External Investment Resource Conflict of Interest Policy
- d. Revision of the Global Fixed Income Program Policy
- e. Revision of the Asset Allocation/Risk Management Delegation Resolution for Professional Staff

Joseph Dear

5. Consent Items

**Information Consent Items:**

- a. Annual Calendar Review
- b. Draft Agenda for March 2013 Committee Meeting
- c. Total Fund Monthly Update

**Action Agenda Items**

Ben Meng

6. Asset Allocation, Performance & Risk

- a. Extension of Interim Asset Allocation Targets

**Information Agenda Items**

Joseph Dear  
Ed Robertiello

7. Program Review

- a. Absolute Return Strategies Strategic Plan
- b. Consultant Review of the Absolute Return Strategies Program

Michael Schlachter,  
Andrew Junkin  
Wilshire Associates

Joseph Dear  
Eric Baggesen

8. Asset Allocation, Performance & Risk

- a. CalPERS CIO Total Fund Performance and Risk Report

Michael Schlachter,  
Andrew Junkin  
Wilshire Associates

b. Consultant Total Fund Performance and Risk Report

David Glickman,  
Michael Moy, Pension  
Consulting Alliance  
Inc.

9. Total Fund

Anne Simpson  
Joseph Dear  
Eric Baggesen  
Anne Simpson

- a. Global Governance Program Update
- b. Assault Weapon Manufacturers Portfolio Review

10. Public Comment

**CLOSED SESSION**

Upon Adjournment or Recess of Open Session  
(Government Code section 11126(c)(16))

1. Call to Order and Roll Call

Joseph Dear

2. Consent Items

**Action Consent Items:**

- a. Approval of Meeting Minutes

Joseph Dear

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

- |  |   |
|--|---|
| Ted Eliopoulos<br>Michael Croft, Brett<br>Munger, Common<br>Wealth Partners  | 4. Program Review<br>a. Real Estate Strategic Partner Presentation  |
| Joseph Dear<br>Eric Baggesen<br>Anne Simpson   | 5. Total Fund<br>a. Assault Weapon Manufacturers Portfolio Review   |
| Réal Desrochers<br>Ted Eliopoulos<br>Eric Baggesen<br>Curtis Ishii<br>Ed Robertiello<br>Geraldine Jimenez<br>Joseph Dear | 6. External Manager and Significant Activity Updates<br>a. Private Equity<br>b. Real Assets<br>c. Global Equity<br>d. Global Fixed Income Programs<br>e. Absolute Return Strategies Program<br>f. Affiliate Investment Programs<br>g. Opportunistic |

#### 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.



# Performance, Compensation and Talent Management Committee

California Public Employees' Retirement System

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**February 19, 2013**

**3:00 p.m.**

or Upon Adjournment or Recess of the  
Investment Committee, Whichever is Later

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

## **COMMITTEE MEMBERS**

Dan Dunmoyer, Chair  
Michael Bilbrey, Vice Chair  
Julie Chapman  
John Chiang

Richard Costigan  
Ron Lind  
Bill Lockyer

## **MEETING AGENDA**

### **OPEN SESSION**

3:00 p.m.

Or Upon Adjournment or Recess of the Investment  
Committee, Whichever is Later

1. Call to Order and Roll Call
2. Election of the Performance, Compensation and  
Talent Management Committee Chair and Vice Chair
3. Executive Report  
Doug Hoffner
4. Consent Items  
Doug Hoffner  
**Action Consent Items:**
  - a. Approval of Meeting Minutes
5. Consent Items  
Doug Hoffner  
**Information Consent Items:**
  - a. Annual Agenda Item Calendar Review - 2013
  - b. Draft Agenda for May 2013 Committee Meeting

**Action Agenda Items**

- |             |  |
|-------------|--|
| Katie Hagen | 6. Executive Compensation Policy Revisions |
| Katie Hagen | 7. Biennial Salary Survey Approach         |

**Information Agenda Items**

- |             |   |
|-------------|---|
| Katie Hagen | 8. Second Quarter Status Reports on Performance Plans of the Chief Executive Officer and Chief Investment Officer |
| Katie Hagen | 9. Human Resources Division Report  |
|             | 10. 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.
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# Pension & Health Benefits Committee

California Public Employees' Retirement System

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February 20, 2013  
8:30 a.m.

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

## COMMITTEE MEMBERS

Priya Mathur, Chair  
George Diehr, Vice Chair  
Michael Bilbrey  
Julie Chapman  
John Chiang

Rob Feckner  
JJ Jelincic  
Henry Jones  
Bill Lockyer

## MEETING AGENDA

### OPEN SESSION

8:30 a.m.

1. Call to Order and Roll Call
2. Election of Committee Chair and Vice Chair
3. Executive Report(s)

Ann Boynton

4. Consent Items

#### ***Action Consent Items:***

- a. Approval of the December 11, 2012, Pension and Health Benefits Committee Meeting Minutes

Ann Boynton

5. Consent Items

#### ***Information Consent Items:***

- a. Annual Calendar Review
- b. Draft Agenda for March 19, 2013, Pension and Health Benefits Committee Meeting
- c. Update on Retiree Cost-of-Living Adjustments
- d. Results of the June 30, 2011, Actuarial Valuations for Public Agencies
- e. Public Agency Recruitment and Retention for the Health Program

f. Kaiser Medicare Conversion Project

**Action Agenda Items**

- |   |   |
|---|---|
| Donna Lum<br>Renee Ostrander<br>Danny Brown | 6. Pension Reform Implementation  |
|   | a. Pension Reform: Implementation Update  |
|   | b. Senate Bill 13 (Negrete McLeod) – Pension Reform Clarifying Legislation                              |
| Danny Brown                                 | c. State Legislative Proposal: Conformity with the Public Employees' Pension Reform Act of 2013 (PEPRA) |
| Donna Lum<br>Renee Ostrander                | d. Proposed Regulations to Implement PEPRA  |
| Ann Boynton<br>Kathy Donneson               | 7. Long-Term Care New Benefit Design and Product Pricing  |
| Ann Boynton<br>Doug McKeever                | 8. Health Benefit Purchasing and Data Availability Resolution   |
| Doug McKeever<br>James DeBenedetti          | 9. Health Premium Risk Adjustment   |
|   | a. Proposed Methodology   |
|   | b. Adoption of Regulations  |
| Doug McKeever                               | 10. Adoption of Regulations: Options for Medicare Supplement Plans                                      |

**Information Agenda Items**

- |                                   |   |
|-----------------------------------|---|
| Donna Lum<br>Lori McGartland      | 11. Performance Measurement for Customer Service Areas                                |
| Donna Lum<br>Renee Ostrander      | 12. Implementation of IRS Proposed Draft Regulations for Public Agency Determinations |
| Ann Boynton<br>Kathy Donneson     | 13. Long-Term Care Program Semi-Annual Update   |
| Kathy Donneson<br>Dr. Richard Sun | 14. Health Benefit Quality Report   |
| Ann Boynton<br>Doug McKeever      | 15. Health Open Enrollment Results  |
| Doug McKeever                     | 16. 2012 Health Benefit Changes – Update on Impacts                                   |
|                                   | 17. Public Comment  |

**CLOSED SESSION**

Upon Adjournment or Recess of Open Session  
(Government Code Section 11126(c)(17))

1. Call to Order and Roll Call

Ann Boynton  
Kathy Donneson  
Doug McKeever

2. Health Plan Procurement and Health Maintenance  
Organization 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.



# Finance & Administration Committee

California Public Employees' Retirement System

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February 20, 2013  
1:00 p.m.

or Upon Adjournment or Recess of the  
Pension and Health Benefits Committee, Whichever is Later

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

## COMMITTEE MEMBERS

George Diehr, Chair  
Richard Costigan, Vice Chair  
Julie Chapman  
John Chiang

Henry Jones  
Bill Lockyer  
Bill Slaton

## MEETING AGENDA

**OPEN SESSION**  
1:00 p.m.

Or Upon Adjournment or Recess of the Pension and Health  
Benefits Committee, Whichever is Later

1. Call to Order and Roll Call
2. Election of the Finance & Administration Committee  
Chair and Vice Chair
- Cheryl Eason 3. Executive Report
- Cheryl Eason 4. Consent Items  
**Action Consent Items:**
  - a. Approval of the December 12, 2012, Meeting  
Minutes
- Cheryl Eason 5. Consent Items  
**Information Consent Items:**
  - a. Annual Calendar Review
  - b. Draft Agenda for the March 2013 Committee  
Meeting
  - c. Assistant Executive Officer's Report on  
Information Technology Activities

d. 2012-13 Delinquency Report

**Action Agenda Items**

6. Administration

Douglas Hoffner /  
Kimberly A. Malm

a. 2013 Member-At-Large Board Election – Notice of  
Election and Schedule of Events

Douglas Hoffner /  
Katie Hagen

b. CalPERS Learning Management System (Saba)  
Contract Extension

**Information Agenda Items**

7. Business Planning

Douglas Hoffner

a. 2012-14 Business Plan Update

8. Budgets and Financial Reporting

Russell G. Fong

a. Financial Office Initiative Update

Russell G. Fong /  
Dave G. Cornejo

b. Current Budget and Financial Reporting Issues

9. 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.



# Board of Administration

California Public Employees' Retirement System

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February 21, 2013

8:00 a.m.

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

## BOARD MEMBERS

Rob Feckner, President  
George Diehr, Vice President  
Michael Bilbrey  
Julie Chapman  
John Chiang  
Richard Costigan  
Dan Dunmoyer

JJ Jelincic  
Henry Jones  
Ron Lind  
Bill Lockyer  
Priya Mathur  
Bill Slaton

## MEETING AGENDA

### CLOSED SESSION

8:00 a.m.

Chief Executive Officer's Briefing on Performance,  
Employment, and Personnel Issues  
**(Gov. Code sections 11126(a)(1) and (g)(1))**

### OPEN SESSION

9:00 a.m.

Or Upon Adjournment of the Closed Session, Whichever is  
Later

Rob Feckner

Anne Stausboll

Joe Dear

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)

Rob Feckner

5. Consent Items

**Action Consent Items:**

- a. Approval of Meeting Minutes
- b. Board Travel Approvals
- c. Proposed Decisions of Administrative Law Judge
  - 1. Kathleen Ikari
  - 2. Joe C. Martinez
  - 3. Joni K. Forsht
  - 4. David J. Lancaster
  - 5. Franklin Green
  - 6. Joseph M. Tanner and City of Vallejo
  - 7. Steven J. Blancarte
  - 8. Benjamin Navarrette
  - 9. Angelica Toralba
  - 10. Seth Boone
  - 11. Stacey Allen
  - 12. Carlos Sanchez
  - 13. Anthony Meadows
  - 14. John Macari
  - 15. Robert Aceves
  - 16. Peyton A. Smith
  - 17. Tonia Bealer
  - 18. Lizabeth Ruiz
  - 19. Eric Reason
- d. Petitions for Reconsideration
  - 1. Brenda Stevenson
  - 2. Michael Campbell

Rob Feckner

6. Consent Items

**Information Consent Items:**

- a. Board Meeting Calendar
- b. Draft Agenda for March 2013 Meeting
- c. General Counsel's Report

- |              |   |
|--------------|---|
|              | 7. Committee Reports and Actions                                  |
| Henry Jones  | a. Investment Committee (Oral)                                    |
| Priya Mathur | b. Pension and Health Benefits Committee (Oral)                   |
| George Diehr | c. Finance and Administration Committee (Oral)                    |
| Dan Dunmoyer | d. Performance, Compensation & Talent Management Committee (Oral) |
| JJ Jelincic  | e. Risk and Audit Committee (Oral)                                |
| Rob Feckner  | f. Board Governance Committee (Oral)                              |

### Information Agenda Items

- |  |   |
|--|---|
| Robert Glazier<br>Tom Lussier<br>Lussier, Gregor,<br>Vienna & Associates | 8. External Affairs/State and Federal Legislation |
|--|---|

### 9. Public Comment

**CLOSED SESSION**      Upon Adjournment or Recess of Open Session  
(Gov. Code section 11126(e))

- |  |   |
|--|---|
| Peter Mixon<br>Michael Gearin<br>K&L Gates LLP | 10. 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 |
|--|---|

- |             |   |
|-------------|---|
| Peter Mixon | 11. CDF Firefighters v. CalPERS<br>(Alameda County Superior Court, Case No. 12661622) |
|-------------|---|

### 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.