

MEETING
STATE OF CALIFORNIA
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
OPEN SESSION

ROBERT F. CARLSON AUDITORIUM
LINCOLN PLAZA NORTH
400 Q STREET
SACRAMENTO, CALIFORNIA

WEDNESDAY, APRIL 17, 2013

10:29 A.M.

JAMES F. PETERS, CSR, RPR
CERTIFIED SHORTHAND REPORTER
LICENSE NUMBER 10063

A P P E A R A N C E S

BOARD MEMBERS:

Mr. Rob Feckner, President
Dr. George Diehr, Vice President
Mr. Michael Bilbrey
Ms. Julie Chapman, represented by Mr. Howard Schwartz
Mr. John Chiang, represented by Mr. Terrence McGuire
Mr. Richard Costigan
Mr. J.J. Jelincic
Mr. Henry Jones
Mr. Ron Lind
Mr. Bill Lockyer
Ms. Priya Mathur
Mr. Bill Slaton

STAFF:

Ms. Anne Stausboll, Chief Executive Officer
Ms. Ann Boynton, Deputy Executive Officer
Mr. Douglas Hoffner, Deputy Executive Officer
Ms. Donna Lum, Deputy Executive Officer
Ms. Cheryl Eason, Chief Financial Officer
Ms. Janine Guillot, Chief Operating Investment Officer
Mr. Alan Milligan, Chief Actuary
Mr. Peter Mixon, General Counsel

A P P E A R A N C E S C O N T I N U E D

STAFF:

Mr. Danny Brown, Chief, Office of Governmental Affairs

Ms. Ashley Lucas, Board Secretary

ALSO PRESENT:

Mr. William Fawx, Retired Public Employees Association

Mr. Neal Johnson, Service Employees International Union
Local 100

Mr. Tom Lussier, Lussier, Gregor, Vienna & Associates
(via teleconference)

Ms. Dan Pellissier, California Pension Reform

Mr. Chirag Shah, Shah & Associates
(via teleconference)

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1 (Ayes.)

2 PRESIDENT FECKNER: Opposed no?

3 Motion carries.

4 Item 6, the ALJ decisions. We have 6a, 1 through
5 8.

6 Dr. Diehr.

7 VICE PRESIDENT DIEHR: Thank you, Mr. President.

8 I will move to accept the recommendation of our
9 independent board counsel and set Agenda Item 6a1 for a
10 full board hearing in accordance with the established
11 procedure for full Board hearings before the Board on the
12 specific issue of whether CalPERS staff erred in
13 rescinding the purchase of five years of additional
14 retirement service credit by the City of Bell on behalf of
15 the member.

16 BOARD MEMBER MATHUR: Second.

17 PRESIDENT FECKNER: It's been moved by Mr. Diehr,
18 seconded by Ms. Mathur.

19 Any discussion on the motion?

20 Seeing none.

21 All in favor say aye?

22 (Ayes.)

23 PRESIDENT FECKNER: Opposed no?

24 Motion carries.

25 Mr. Diehr

1 VICE PRESIDENT DIEHR: I will note that Agenda
2 Item 6a5 has been withdrawn. And therefore, I will move
3 to accept the recommendations of our independent Board
4 counsel and adopt the proposed decisions at agenda Items
5 6a2, 3, 4, 6, 7, and 8 in their entirety as the Board's
6 own decisions.

7 BOARD MEMBER JONES: Second.

8 PRESIDENT FECKNER: It's been moved by Diehr,
9 seconded by Jones.

10 Any discussion on the motion?

11 Seeing none.

12 All in favor say aye?

13 (Ayes.)

14 PRESIDENT FECKNER: Opposed no?

15 Motion carries.

16 VICE PRESIDENT DIEHR: On Agenda Item 6b1 and b2,
17 I move to accept the recommendations of our independent
18 Board counsel and deny the petitions for reconsideration
19 at Agenda Items 6b1 and 2.

20 PRESIDENT FECKNER: Motion by Diehr. Is there a
21 second?

22 BOARD MEMBER BILBREY: Second.

23 PRESIDENT FECKNER: Seconded by Bilbrey.

24 Any discussion on the motion?

25 Seeing none.

1 All in favor say aye?

2 (Ayes.)

3 PRESIDENT FECKNER: Opposed no?

4 Motion carries.

5 Mr. Jelincic.

6 BOARD MEMBER JELINCIC: Yeah. On the item that
7 was withdrawn, it was actually pushed over till may. We
8 have that here. I'm not sure the audience had it, and I
9 just thought it should be called out.

10 PRESIDENT FECKNER: Very well. It will be heard
11 at the May Board meeting. Thank you.

12 All right. Item 7, consent information items.
13 Anybody request to pull anything off the consent
14 information items?

15 Somebody did. I don't know who.

16 Seeing none.

17 We move to Item 8, Reports. 8a, the Investment
18 Committee. For that, I call on the Chair, Mr. Jones.

19 BOARD MEMBER JONES: Thank you, Mr. President.

20 The Investment Committee met on April 15, 2013.

21 The Committee approved the following:

22 Investment policy items including the adoption of
23 a policy for the Public Employees' Health Care Fund; the
24 revision of the Real Assets Program Policy to extend the
25 interim portfolio limits; the revision of the Absolute

1 C E R T I F I C A T E O F R E P O R T E R

2 I, JAMES F. PETERS, a Certified Shorthand
3 Reporter of the State of California, and Registered
4 Professional Reporter, do hereby certify:

5 That I am a disinterested person herein; that the
6 foregoing California Public Employees' Retirement System,
7 Board of Administration open session meeting was reported
8 in shorthand by me, James F. Peters, a Certified Shorthand
9 Reporter of the State of California.

10 That the said proceedings was taken before me, in
11 shorthand writing, and was thereafter transcribed, under
12 my direction, by computer-assisted transcription.

13 I further certify that I am not of counsel or
14 attorney for any of the parties to said meeting nor in any
15 way interested in the outcome of said meeting.

16 IN WITNESS WHEREOF, I have hereunto set my hand
17 this 23rd day of April, 2013.

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JAMES F. PETERS, CSR, RPR
Certified Shorthand Reporter
License No. 10063

4/23/2013
JPETERS 17:51:44
PM;