



California Public Employees' Retirement System  
P.O. Box 942701  
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[www.calpers.ca.gov](http://www.calpers.ca.gov)

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Special:

## Circular Letter

June 4, 2014

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 June 16 through 18, 2014. 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](http://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, June 16, 2014**

9:00 a.m.	Board of Administration ( <i>Closed Session Only</i> )
10:00 a.m.	Investment Committee ( <i>Closed Session Only</i> )
10:30 a.m.	Investment Committee
1:00 p.m.	Performance, Compensation & Talent Management Committee

### **Tuesday, June 17, 2014**

8:00 a.m.	Pension & Health Benefits Committee
11:30 a.m.	Risk & Audit Committee
12:00 p.m.	Finance & Administration Committee

### **Wednesday, June 18, 2014**

9:00 a.m.	Board of Administration
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Live broadcasts of open session meetings of the Board and its committees are available for viewing at [www.calpers.ca.gov](http://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](mailto:cheree.swedensky@calpers.ca.gov).

ANNE STAUSBOLL  
Chief Executive Officer

Attachment



# Board of Administration

California Public Employees' Retirement System

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**June 16, 2014**

**9:00 a.m.**

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

## **BOARD MEMBERS**

Rob Feckner, President  
Priya Mathur, Vice President  
Michael Bilbrey  
John Chiang  
Richard Costigan  
George Diehr  
Richard Gillihan

Dana Hollinger  
JJ Jelincic  
Henry Jones  
Ron Lind  
Bill Lockyer  
Bill Slaton

## **MEETING AGENDA**

### **CLOSED SESSION**

9:00 a.m.

Chief Executive Officer's Briefing on Performance,  
Employment, and Personnel Issues

**(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.



# Investment Committee

California Public Employees' Retirement System

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**June 16, 2014**

**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
George Diehr, Vice Chair	JJ Jelincic
Michael Bilbrey	Ron Lind
John Chiang	Bill Lockyer
Richard Costigan	Priya Mathur
Rob Feckner	Bill Slaton
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 11126(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 – Interim Chief Investment Officer  
Briefing

Ted Eliopoulos

3. Consent Items

***Action Consent Items:***

- a. Approval of the Meeting Minutes

Ted Eliopoulos

4. Consent Items

***Information Consent Items:***

- a. Annual Calendar Review
- b. Draft Agenda for the August 2014 Meeting
- c. Monthly Update – Performance and Risk
- d. Monthly Update – Investment Compliance
- e. Terminated Agency Pool Rebalance Update

**Action Agenda Items**

5. Independent Oversight

Wylie Tollette

- a. Contracts Administration: General Pension Board  
Consultant Services Request for Proposal

**Information Agenda Items**

6. Policy & Delegations

Réal Desrochers

- a. Proposed Revision of the Private Equity  
Delegation for Professional Staff – Initial Review

7. Program Reviews

Wylie Tollette, Brian  
McQuade

- a. Investment Compliance Program Annual Review

Laurie Weir

- b. Targeted Investment Programs Update

Laurie Weir  
Ron Peyton, Callan  
Associates

- c. Investment Office Diversity and Inclusion  
Initiatives

Ted Eliopoulos  
Laurie Weir  
Ben Thornley, Pacific  
Community Ventures

- d. CalPERS for California Report 2013

8. Public Comment

**CLOSED SESSION**

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

1. Call to Order and Roll Call
- Ted Eliopoulos 2. Consent Items  
***Action Consent Items:***
  - a. Approval of 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
- Anne Simpson 4. Program Reviews
  - a. Global Governance: Corporate Engagement  
Investment Strategy
5. External Manager and Investment Decision Updates
  - a. Private Equity
  - b. Real Assets
  - c. Global Equity
  - d. Global Fixed Income Programs
  - e. Absolute Return Strategies Program
  - f. Opportunistic
- Réal Desrochers
- Tom McDonagh
- Dan Bienvenue
- Curtis Ishii
- Curtis Ishii
- Ted Eliopoulos

**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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**June 16, 2014**

**1:00 p.m.**

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

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

## **COMMITTEE MEMBERS**

Michael Bilbrey, Chair  
Priya Mathur, Vice Chair  
John Chiang  
Richard Costigan

Richard Gillihan  
Ron Lind  
Bill Lockyer

## **MEETING AGENDA**

### **OPEN SESSION**

1:00 p.m.

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

1. Call to Order and Roll Call

Doug Hoffner

2. Executive Report

Doug Hoffner

3. Consent Items

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

- a. Approval of Meeting Minutes
- b. Revised Executive Compensation Policy

Doug Hoffner

4. Consent Items

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

- a. Annual Agenda Item Calendar Review – 2014
- b. Annual Agenda Item Calendar Review – 2015
- c. Draft Agenda for September 2014 Committee

### **Action Agenda Items**

- |             |  |
|-------------|--|
| Katie Hagen | 5. Third Quarter Status Report on Performance Plan of the Chief Executive Officer          |
| Katie Hagen | 6. 2014-15 Performance Plans: Chief Executive Officer and Interim Chief Investment Officer |

### **Information Agenda Items**

- |             |  |
|-------------|--|
| Katie Hagen | 7. Review of Annual Performance Evaluation Process |
| Katie Hagen | 8. Public Comment                                  |

### **Notes**

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- 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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- 4) Board Members may attend meetings of committees of which they are not members and participate in the discussions during those meetings.





# Pension & Health Benefits Committee

California Public Employees' Retirement System

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**June 17, 2014**

**8:00 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  
John Chiang  
Rob Feckner

Richard Gillihan  
JJ Jelincic  
Henry Jones  
Bill Lockyer

## MEETING AGENDA

### OPEN SESSION

8:00 a.m.

Ann Boynton

Ann Boynton

Ann Boynton

1. Call to Order and Roll Call

2. Executive Report(s)

3. Consent Items

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

a. Approval of the May 20, 2014, Pension and Health Benefits Committee Meeting Minutes

4. Consent Items

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

a. Annual Calendar Review

b. Draft Agenda for August 19, 2014, Pension and Health Benefits Committee Meeting

## Action Agenda Items

Doug McKeever

5. 2015 Health Plan Rates

a. Approval of 2015 Health Maintenance Organization Plans Benefits and Rates

b. Approval of 2015 Preferred Provider Organization Plans Benefits and Rates

c. Approval of 2015 Association Plans Rates

Danny Brown

6. AB 2533 (Ammiano) – Health Care Plans  
Timeliness Standards

Danny Brown

7. SB 1182 (Leno) – Large Group Health Market:  
Data Disclosure

**Information Agenda Items**

Kathy Donneson  
Melissa Mantong  
Dr. Richard Sun

8. Potential Prescription Drug Plan Change for 2015

Doug McKeever

9. State Annuitant Contribution Formula

Doug McKeever

10. Update on Health Benefit Purchasing Initiatives

11. Public Comment

**CLOSED SESSION**

Closed Session to Discuss Health Plan Contract  
Negotiations  
(Gov. Code Section 11126(c)(17))

1. Call to Order and Roll Call

Ann Boynton

2. Health Plan Rate Negotiations

**Notes**

- 1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action.
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# Risk & Audit Committee

California Public Employees' Retirement System

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**June 17, 2014**

**11:30 a.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  
Ron Lind, Vice Chair  
Michael Bilbrey  
JJ Jelincic

Rob Feckner  
Priya Mathur  
Bill Slaton

## MEETING AGENDA

### OPEN SESSION

11:30 a.m.

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

1. Call to Order and Roll Call

Cheryl Eason

2. Executive Report

3. Consent Items

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

Cheryl Eason

a. Approval of the March 17, 2014 Meeting Minutes

4. Consent Items

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

Cheryl Eason

a. 2014 Annual Calendar Review

b. 2015 Annual Calendar Review

c. Draft Agenda for the September 16, 2014  
Committee Meeting

d. Quarterly Status Report - Office of Audit Services

e. Quarterly Status Report - Enterprise Risk  
Management

f. Quarterly Status Report - Enterprise Compliance

g. CalPERS Ethics Helpline Report

### **Action Agenda Items**

- |                            |  |
|----------------------------|--|
| Cheryl Eason               | 5. Administration                                  |
|                            | a. Review of the Risk & Audit Committee Delegation |
|                            | 6. Audits  |
| Margaret Junker            | a. 2014-16 Audit Plan – Office of Audit Services   |
| Rick Green                 | b. External Auditor's 2014 Annual Plan             |
| Macias Gini &<br>O'Connell |  |
|                            | 7. Enterprise Risk Management                      |
| Kathleen Webb              | a. 2014-16 Enterprise Risk Management Plan         |
|                            | b. 2014-16 Enterprise Compliance Plan              |

### **Information Agenda Items**

- |               |  |
|---------------|--|
|               | 8. Enterprise Risk Management          |
| Kathleen Webb | a. Semi-Annual Enterprise Risk Reports |
|               | 9. Public Comment                      |

### **CLOSED SESSION**

Or Upon Adjournment or Recess of Open Session  
(Gov. Code sections 11126(a)(1) and (g)(1))

1. Call to Order and Roll Call

2. Consent Items

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

a. Approval of the March 17, 2014 Meeting Minutes

3. Independence Confirmation

- |                 |   |
|-----------------|---|
| Margaret Junker | a. Personnel, Employment and Performance –<br>Chief Auditor                     |
| Kathleen Webb   | b. Personnel, Employment and Performance –<br>Chief Risk and Compliance Officer |

### **Notes**

- 1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action.
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# Finance & Administration Committee

California Public Employees' Retirement System

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**June 17, 2014**

**12:00 p.m.**

or Upon Adjournment or Recess of the  
Risk and Audit Committee,  
Whichever is Later

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

## **COMMITTEE MEMBERS**

Bill Slaton, Chair  
Richard Costigan, Vice Chair  
John Chiang  
George Diehr

Richard Gillihan  
Henry Jones  
Bill Lockyer

## **MEETING AGENDA**

### **OPEN SESSION**

12:00 p.m.

Or Upon Adjournment or Recess of the Risk and Audit  
Committee, Whichever is Later

1. Call to Order and Roll Call

Cheryl Eason

2. Executive Report

Cheryl Eason

3. Consent Items

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

- a. Approval of the May 20, 2014 Meeting Minutes
- b. Contract Administration: Altus Group U.S. Inc.

Cheryl Eason

4. Consent Items

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

- a. 2014 Annual Calendar Review
- b. 2015 Annual Calendar Review
- c. Draft Agenda for the September 16, 2014  
Committee Meeting

### **Action Agenda Items**

- |                               |   |
|-------------------------------|---|
| Alan Milligan<br>Kerry Worgan | 5. Actuarial<br>a. Actuarial Valuation Report for the<br>1959 Survivor Benefit Program              |
| Robert Glazier                | 6. Administration<br>a. Federal Representation Request for Proposal                                 |
| Douglas Hoffner<br>Kim Malm   | b. Proposed Amendments to Board of Administration<br>Election Regulations Effective January 1, 2015 |

### **Information Agenda Item**

7. Public Comment

#### **Notes**

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

June 18, 2014

9:00 a.m.

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

## BOARD MEMBERS

Rob Feckner, President  
Priya Mathur, Vice President  
Michael Bilbrey  
John Chiang  
Richard Costigan  
George Diehr  
Richard Gillihan

Dana Hollinger  
JJ Jelincic  
Henry Jones  
Ron Lind  
Bill Lockyer  
Bill Slaton

## MEETING AGENDA

### OPEN SESSION

9:00 a.m.

Rob Feckner

Anne Stausboll

Ted Eliopoulos

Rob Feckner

Anne Stausboll

Rob Feckner

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. Interim Chief Investment Officer's Report (Oral)
5. Consent Items

**Action Consent Items:**

  - a. Approval of May 2014 Meeting Minutes
  - b. Board Travel Approvals
  - c. Establishment of Chief Investment Officer Search Committee
6. Consent Items

**Information Consent Items:**

  - a. Board Meeting Calendar
  - b. Draft Agenda for August 2014 Meeting

Henry Jones

Priya Mathur

Bill Slaton

Michael Bilbrey

George Diehr

Rob Feckner

c. General Counsel's Report

7. Committee Reports and Actions

a. Investment Committee (Oral)

b. Pension and Health Benefits Committee (Oral)

c. Finance and Administration Committee (Oral)

d. Performance, Compensation & Talent Management Committee (Oral)

e. Risk and Audit Committee (Oral)

f. Board Governance Committee (Oral)

**Action Agenda Items**

Rob Feckner

8. Proposed Decisions of Administrative Law Judges

a. Tawnie Hansen

b. Angela Dean

c. Linda L. Watson

d. John F. Foley

9. Petitions for Reconsideration

a. Sonia G. Acosta

b. Raquel Nadal-Rodriguez

c. Robert Valenzuela

d. Paulette Manning

**Information Agenda Items**

Robert Glazier  
Tom Lussier, Lussier,  
Gregor, Vienna &  
Associates

10. External Affairs/State and Federal Legislation

11. Public Comment

**CLOSED SESSION**

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

Gina Ratto

12. Litigation Matters (**Gov. Code section 11126(e)**)

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. Sanchez v. CalPERS (L.A. County Superior Court, No. BC-517444); Hopson v. CalPERS (Orange County Superior Court, No. 30-2014-00719543)



Anne Stausboll

13. Personnel Matters (**Gov. Code sections 11126(a)(1) and (g)(1)**)

a. Update on Chief Investment Officer Search

**Notes**

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- 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.