


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

MINUTES OF MEETING

March 17, 2014



The Risk & Audit Committee met on March 17, 2014, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 8:53 a.m. and the following members were present:

JJ Jelincic, Chair
Priya Mathur, Vice Chair
Michael Bilbrey
George Diehr
Rob Feckner
Ron Lind
Bill Slaton

Other Board Member(s):

Terry McGuire for John Chiang
Richard Costigan
Henry Jones
Grant Boyken for Bill Lockyer

**AGENDA ITEM 2 – ELECTION OF THE FINANCE & ADMINISTRATION
COMMITTEE CHAIR AND VICE CHAIR**

Priya Mathur called for nominations for the Chair of the Risk & Audit Committee. Bill Slaton nominated George Diehr. No further nominations were made.

On **MOTION** by Ron Lind, **SECONDED** and **CARRIED**, the Committee elected Mr. Diehr as Chair of the Risk & Audit Committee by acclamation.

Mr. Diehr then called for nominations for the Vice Chair of the Risk & Audit Committee. Mr. Bilbrey nominated Mr. Lind. No further nominations were made.

On **MOTION** by Bilbrey, **SECONDED** and **CARRIED**, the Committee elected Mr. Bilbrey as Vice Chair of the Risk & Audit Committee by acclamation.

AGENDA ITEM 3 – EXECUTIVE REPORT

Cheryl Eason, Chief Financial Officer, presented the oral report to the Committee as an information item.

AGENDA ITEM 4 – ACTION CONSENT ITEMS

Ms. Eason presented the Action Consent Items to the Committee for approval.

On **MOTION** by Michael Bilbrey, **SECONDED** and **CARRIED**, the Committee approved the Action Consent Items.

AGENDA ITEM 5 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 6a – EXTERNAL AUDITOR MANAGEMENT LETTER

Margaret Junker, Chief, Office of Audit Services, and Rick Green, of Macias Gini & O'Connell, presented the management letter to the Committee as an action item.

On **MOTION** by Priya Mathur, **SECONDED** and **CARRIED**, the Committee recommended that the Board approve the Draft Management Letter as prepared by Macias Gini & O'Connell LLP for the year ended June 30, 2013.

AGENDA ITEM 6b – THIRD PARTY VALUATION AND CERTIFICATION OF THE STATE AND SCHOOLS PLANS AS OF JUNE 30, 2012

Margaret Junker, and Bob McCrory and Timothy Doyle from Cheiron, presented the independent valuation of State and School plans as of June 30, 2012.

On **MOTION** by Michael Bilbrey, **SECONDED** and **CARRIED**, the Committee recommended that the Board accept Cheiron's report on the June 30, 2012 valuation and certification of the State and Schools plans.

AGENDA ITEM 8 – PUBLIC COMMENT

There was no public comment.

The meeting of the Risk & Audit Committee was adjourned at 4:10 p.m.

The next Risk & Audit Committee meeting is scheduled for June 17, 2014 in Sacramento, California.

Date: _____

CHERYL EASON
CHIEF FINANCIAL OFFICER