


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

MINUTES OF MEETING

June 17, 2014



The Finance & Administration Committee met on June 17, 2014, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 1:40 p.m. and the following members were present:

Richard Costigan, Vice Chair
John Chiang, represented by Terrence McGuire
George Diehr
Richard Gillihan, represented by Ralph Cobb
Henry Jones
Bill Lockyer, represented by Grant Boyken

Bill Slaton was excused:

Other Board Member(s):

Rob Feckner, President
Dana Hollinger
J.J. Jelincic

AGENDA ITEM 2 - EXECUTIVE REPORT

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

AGENDA ITEM 3 – ACTION CONSENT ITEMS

Ms. Eason, Chief Financial Officer, presented the Action Consent Items to the Committee for approval and removed Item 3b, Contract Administration: Altus Group U.S. Inc.

On **MOTIONS** by Henry Jones, **SECONDED** and **CARRIED**, the Committee approved the Action Consent Items.

AGENDA ITEM 4 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 5a – ACTUARIAL VALUATION REPORT FOR THE 1959 SURVIVOR BENEFIT PROGRAM

Alan Milligan, Chief Actuary, and Kerry Worgan, Senior Pension Actuary, presented changes to the actuarial assumption changes and the asset method changes as outlined in the action item.

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee recommended the Board adopt the actuarial assumption changes and the asset method changes along with the employer and employee monthly premiums for Fiscal Year 2014-15 as set forth in the action item.

AGENDA ITEM 6a – FEDERAL REPRESENTATION REQUEST FOR PROPOSAL

Robert Glazier, Deputy Executive Officer of External Affairs, presented possible options to identify and contract with firms that could provide policy-specific consulting and advocacy on issues affecting CalPERS policy areas as an action item.

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee recommended that the Board adopt the schedule of events, evaluation process and scoring method for three Federal Policy Representative Request for Proposals, and for a Spring-Fed Pool of additional Federal consultants as outlined in the item with the addition that the technical score hurdle be 70% or 105 points for the Federal Policy Legislative Representative, and 70% or 50 points (rounded) of the total technical score for the Spring-Fed Pool, and the addition of two board members to the technical scoring process.

AGENDA ITEM 6b – PROPOSED AMENDMENTS TO BOARD OF ADMINISTRATION ELECTION REGULATION EFFECTIVE JANUARY 1, 2015

Kim Malm, Chief of Operation Support Services Division, presented an update as to the issues encountered and status of making the necessary statutory and regulatory changes needed to reduce costs and explore alternative voting options for Board Member elections.

AGENDA ITEM 7 - PUBLIC COMMENT

The Committee received public comment from Neal Johnson, SEIU Local 1000.

The meeting of the Finance & Administration Committee was adjourned at 2:27 p.m.

The next Finance & Administration Committee meeting is scheduled for September 16, 2014, in Sacramento, California.

Date: _____

CHERYL EASON
CHIEF FINANCIAL OFFICER