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**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM**

**BOARD OF ADMINISTRATION  
PENSION & HEALTH BENEFITS COMMITTEE  
MEETING MINUTES**

**December 16, 2014**

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The Pension and Health Benefits Committee met in Open Session on Tuesday, December 16, 2014, in the Lincoln Plaza North Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 8:05 a.m. with the following members present:

George Diehr, Vice Chair  
Michael Bilbrey  
Barbara Liebert for John Chiang  
Rob Feckner  
Richard Gillihan  
JJ Jelincic  
Henry Jones  
Robert Biegler for Bill Lockyer  
Priya Mathur

Other Board Members Present:

Dana Hollinger  
Ron Lind

**AGENDA ITEM 2 – EXECUTIVE REPORT(S)**

Ann Boynton, Deputy Executive Officer, Benefit Programs Policy and Planning, informed the Committee of the wellness discussion that will take place at the January Board of Administration and Executive Offsite.

As a point of personal privilege, Rob Feckner took a moment to remember a dear friend and member of the CalPERS family, Lindy Plaza, Chief of the CalPERS Diversity Outreach Program.

**AGENDA ITEM 3 – CONSENT ITEMS**

The Committee accepted the following Action Consent Item:

3a. Approval of the November 18, 2014, Pension and Health Benefits Committee Meeting Minutes

## **AGENDA ITEM 4 – CONSENT ITEMS**

The Committee accepted the following Information Consent Items:

- 4a. Annual Calendar Review
- 4b. Draft Agenda for February 18, 2015, Pension and Health Benefits Committee Meeting

## **AGENDA ITEM 5 – FINAL APPROVAL OF PROPOSED REGULATIONS TO THE CALPERS PLANS IN ACCORDANCE WITH THE INTERNAL REVENUE SERVICE RULES**

Lisa Hammond, Legal Office, presented the final proposed regulations that clarify and make explicit certain technical provisions required of tax-qualified plans in accordance with the Internal Revenue Service rules.

JJ Jelincic moved staff's recommendation to approve the regulations for submission to the Office of Administrative Law that make technical amendments to the plan provisions for the Public Employees' Retirement Fund, the Legislators' Retirement Fund, the Judges' Retirement Fund, the Judges' Retirement Fund II and the Supplemental Contributions Plan (individually the "Plan" collectively "the Plans") in accordance with the Internal Revenue Service rules. (Attachment 1) The motion was seconded and carried.

## **AGENDA ITEM 6 – STATE LEGISLATIVE PROPOSAL: MINOR CLARIFYING TECHNICAL CHANGES TO THE PUBLIC EMPLOYEES' RETIREMENT LAW**

Danny Brown, Chief, Legislative Affairs Division, presented information on a proposal that would amend two provisions of the Public employees' Retirement Law identified by staff as necessary for the maintenance and good governance of CalPERS and to ensure its statutes are clear.

Priya Mathur moved staff's recommendation to sponsor legislation to make minor technical changes to sections of the Government Code administered by CalPERS. The motion was seconded and carried.

Richard Gillihan abstained.

## **AGENDA ITEM 7 – FINDINGS FROM THE PUBLIC AGENCY HEALTH BENEFIT DESIGN NEEDS ASSESSMENT**

As an information item, Doug McKeever, Chief, Health Policy Research Division, and Jan Falzarano, CalPERS staff, presented an update on two of the initiatives of the Health Benefits Purchasing Review Project: Regulatory Flexibility for Public Agencies and Wellness Platform.

At this time, Bill Slaton joined the meeting.

## **AGENDA ITEM 8 – PUBLIC COMMENT**

Neal Johnson, SEIU Local 1000, expressed his gratitude toward Doug McKeever and his staff for their work involving a recent data request.

The meeting was adjourned at 9:08 a.m.

The next meeting of the Pension and Health Benefits Committee is scheduled for February 18, 2015, in Sacramento, California.

Attachment

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ANN BOYNTON  
Deputy Executive Officer  
Benefit Programs Policy and Planning