


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

MINUTES OF MEETING

February 18, 2015



The Finance & Administration Committee met on February 18, 2015, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 12:01 p.m. and the following members were present:

Bill Slaton, Chair
Richard Costigan, Vice Chair
Richard Gillihan
Dana Hollinger
JJ Jelincic
Henry Jones
Betty Yee

Other Board Member(s):

John Chiang
Rob Feckner
Priya Mathur

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

Bill Slaton called for nominations for the Chair and Vice Chair of the Finance & Administration Committee.

Dana Hollinger nominated Richard Costigan for Chair. No further nominations were made for Chair.

On **MOTION** by Richard Gillihan, **SECONDED** and **CARRIED**, the Committee elected Richard Costigan for Chair.

Bill Slaton nominated Dana Hollinger for Vice Chair. No further nominations were made for Vice Chair.

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee elected Dana Hollinger for Vice Chair.

AGENDA ITEM 3 - EXECUTIVE REPORT

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

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee elected Dana Hollinger for Vice Chair.

AGENDA ITEM 4 – ACTION CONSENT ITEMS

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

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

JJ Jelincic abstained.

AGENDA ITEM 5 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 6a – JUDGES’ RETIREMENT SYSTEM II ACTUARIAL VALUATION AND EMPLOYER AND EMPLOYEE CONTRIBUTION RATES

Alan Milligan, Chief Actuary, presented the proposed valuation and employer and employee contribution rates for the Judges’ Retirement System II as an action item.

On **MOTION** by Henry Jones, **SECONDED** and **CARRIED**, the Committee recommended the Board approve the June 30, 2014, Judges’ Retirement System II Actuarial Valuation Report along with the changes to the amortization and smoothing policy outlined in the report, and the corresponding transmittal letter to the Governor and Legislature, and adopt the employer and employee contribution rate of 23.370 percent for the period of July 1, 2015, through June 30, 2016, for the Judges Retirement System II.

AGENDA ITEM 6b - LEGISLATORS' RETIREMENT SYSTEM ACTUARIAL VALUATION AND EMPLOYER AND EMPLOYEE CONTRIBUTION RATES

Alan Milligan presented the proposed Legislators' Retirement System Actuarial Valuation and Employer and Employee Contribution Rates as an action item.

On **MOTION** by JJ Jelincic, **SECONDED** and **CARRIED**, the Committee recommended the Board approve the June 30, 2014 Legislator's Retirement System Actuarial Valuation Report along with the changes to the amortization and smoothing policy outlined in the report, and the corresponding transmittal letter to the Governor and Legislature, and adopt the employer contribution rate of 42.265 percent for the period of July 1, 2015, through June 30, 2016, for the Legislators' Retirement System.

AGENDA ITEM 7a – 2015 CALPERS BOARD OF ADMINISTRATION RETIRED MEMBER ELECTION – NOTICE OF ELECTION

Kimberly Malm, Chief, Operation Support Services Division, presented the Notice of Election for the 2015 CalPERS Board of Administration Retired Member Election. The incumbent, Henry Jones, declared his intention to be a candidate for re-election.

On **MOTION** by Richard Gillihan, **SECONDED** and **CARRIED**, the Committee recommended the Board approve the Notice of Election for the 2015 CalPERS Board of Administration Retired Member Election.

AGENDA ITEM 8a – WEBSITE USABILITY INITIATIVE UPDATE

Robert Glazier, Deputy Executive Officer, External Affairs, presented the Committee with updates regarding website usability as an information item.

AGENDA ITEM 9a – CalPERS 2014-16 BUSINESS PLAN – MID-YEAR UPDATE

Douglas Hoffner, Deputy Executive Officer, Operations and Technology, and Sabrina Stroud, Chief, Enterprise Strategy and Performance Division, presented the first and second quarters of the CalPERS 2014-16 Business Plan to the Committee as an information item.

AGENDA ITEM 10a – TREASURY MANAGEMENT POLICY (FIRST READING)

Ms. Eason presented the Treasury Management Policy to the Committee as an information item.

The meeting of the Finance & Administration Committee took a lunch break at 12:37 p.m.

The meeting of the Finance & Administration Committee reconvened at 1:30 p.m.

AGENDA ITEM 8b – my|CaIPERS PIER PLUS REPORT

Ms. Eason and external consultants, Graeme Finley and Udghosh Bhambore, Grant Thornton LLP, presented the final report to the Committee as an information item.

AGENDA ITEM 11 - PUBLIC COMMENT

There was no public comment.

The meeting of the Finance & Administration Committee was adjourned at 2:47 pm.

The next Finance & Administration Committee meeting is scheduled for March 17, 2015, in Sacramento, California.

Date: _____

CHERYL EASON
CHIEF FINANCIAL OFFICER