



## Meeting Summary

April 14, 2015

The Finance & Administration Committee met on April 14, 2015.

### **THE COMMITTEE RECOMMENDS AND I MOVE, the Board approve the following:**

- **AGENDA ITEM 3b – SEMI-ANNUAL CONTRACTING PROSPECTIVE REPORT**

Approve the Semi-Annual Prospective Report of solicitation contracts, purchase orders, and letters of engagement and in addition approve several new investment manager contracts for a contract term without a defined duration.

- **AGENDA ITEM 5a – CALPERS 2015-17 BUSINESS PLAN (SECOND READING)**

Approve the initiatives contained in the CalPERS 2015-17 Business Plan as a second reading.

- **AGENDA ITEM 6a – FISCAL YEAR 2015-16 ANNUAL BUDGET PROPOSAL (SECOND READING)**

1. Approve the Fiscal Year (FY) 2015-16 Annual Budget Proposal as a Second Reading in the amount of \$1,819,708,000 and 2,765 positions as detailed in the agenda item.
2. Approve the transmittal of this agenda item to the Joint Legislative Budget Committee, fiscal committees of the Legislature, State Controller, and Department of Finance, in accordance with the Budget Act of 2014, and to the Legislative Analyst's Office, Government Operations Agency, and the Office of the Legislative Counsel.

- **AGENDA ITEM 6b – PROPOSED REGULATORY CHANGES – PAYMENT OF INTEREST**

Approve the initiation of the rulemaking process to establish rules and procedures by which interest payments would be made to a defined benefit plan participant when a defined benefit plan has delayed payment in the correct amount owed to a participant beyond a reasonable administrative processing time.

- AGENDA ITEM 7a – TECHNICAL AMENDMENTS TO BOARD MEMBER EMPLOYER REIMBURSEMENT POLICY

Approve the amended Board Member Employer Reimbursement Policy.

- AGENDA ITEM 7b – ANNUAL REVIEW OF BOARD MEMBER EMPLOYER REIMBURSEMENT

Approve the proposed elected Board Member percentages of time to be spent on Board related duties based on committee selections in January, February, and March 2015. The percentages approved in April will be effective as of the committee selection date(s).

- AGENDA ITEM 8a – ACTUARIAL VALUATION REPORT FOR THE 1959 SURVIVOR BENEFIT PROGRAM

1. Approve the 1959 Survivor Benefit Program Actuarial Valuation Report as of June 30, 2014, and the corresponding transmittal letter to the Governor and Legislature.

2. Approve the adoption of the employer and employee monthly premiums for Fiscal Year 2015-16 as set forth in the table on Page 2 of the agenda item and in Attachment 2.

- AGENDA ITEM 8b – STATE ACTUARIAL VALUATION AND EMPLOYER CONTRIBUTION RATES

Approve the adoption of the employer contribution rates for the period July 1, 2015 to June 30, 2016, as set forth in the table on page 2 of the agenda item.

- AGENDA ITEM 8c – SCHOOLS ACTUARIAL VALUATION AND EMPLOYER CONTRIBUTION RATES

Approve the adoption of the employer contribution rate of 11.847 percent for the period of July 1, 2015 through June 30, 2016, for the Schools Pool.

**The Committee received reports on several topics including:**

- The Annual Update on Amortization Extensions & Plan Terminations,
- Semi-Annual Self-Funded Health Plans Report
- Annual Operational Sustainability Report, and
- Stakeholder Assessment Project.

**Looking forward to next month the May Committee meeting agenda includes the review of:**

- General Actuarial Policies,
- Policies related to Plan Termination,
- Annual valuation for the Terminated Agency Pool, and
- Amortization Policy.

The next meeting of the Finance & Administration Committee is scheduled for May 19, 2015, in Sacramento, California.