

MEETING
STATE OF CALIFORNIA
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
OPEN SESSION

ROBERT F. CARLSON AUDITORIUM
LINCOLN PLAZA NORTH
400 P STREET
SACRAMENTO, CALIFORNIA

WEDNESDAY, MARCH 18, 2015

9:00 A.M.

JAMES F. PETERS, CSR
CERTIFIED SHORTHAND REPORTER
LICENSE NUMBER 10063

A P P E A R A N C E S

BOARD MEMBERS:

Mr. Rob Feckner, President

Mr. Henry Jones, Vice President

Mr. Michael Bilbrey

Mr. John Chiang, represented by Mr. Grant Boyken

Mr. Richard Costigan

Mr. Richard Gillihan

Ms. Dana Hollinger

Mr. J.J. Jelincic

Mr. Ron Lind

Ms. Priya Mathur

Mr. Bill Slaton

Ms. Theresa Taylor

Ms. Betty Yee

STAFF:

Ms. Anne Stausboll, Chief Executive Officer

Ms. Ann Boynton, Deputy Executive Officer

Mr. Robert Glazier, Deputy Executive Officer

Mr. Douglas Hoffner, Deputy Executive Officer

Ms. Donna Lum, Deputy Executive Officer

Ms. Cheryl Eason, Chief Financial Officer

Mr. Ted Eliopoulos, Chief Investment Officer

Mr. Matthew Jacobs, General Counsel

A P P E A R A N C E S C O N T I N U E D

STAFF:

Mr. Alan Milligan, Chief Actuary

Mr. Danny Brown, Chief, Legislative Affairs Division

Ms. Kara Buchanan, Board Secretary

ALSO PRESENT:

Mr. Chirag Shah, Shah & Associates (via teleconference)

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1 2015 to '17 plans for Office of Audit Services,
2 Enterprise Risk Management, and Enterprise Compliance, the
3 semiannual Enterprise Risk reports and the external
4 auditor's annual plan.

5 The next meeting of the Risk and Audit Committee
6 is scheduled for June 16th, 2015 in Sacramento,
7 California. That concludes my report.

8 PRESIDENT FECKNER: Thank you.

9 Item 7f, Board Governance Committee. There was
10 no meeting, so no report.

11 Item 8, Proposed Decisions of Administrative Law
12 Judges. I do want to point out that the Board's
13 independent counsel for administrative decisions Chirag
14 Shah is on the line. Good morning, Chirag?

15 MR. SHAH: Good morning, Mr. President members of
16 the Board.

17 PRESIDENT FECKNER: Good morning. So we have Mr.
18 Jones, please.

19 VICE PRESIDENT JONES: Okay. Thank you, Mr.
20 President.

21 I move to accept the recommendations of our
22 independent board counsel and adopt the proposed decisions
23 at Agenda Items 8a through 8g, and 8i, excluding 8h, as
24 the Board's own decisions, including the minor
25 modification to Agenda Item 8i as argued by staff.

1 MR. SHAH: Mr. President, may I interject just
2 for a second, please?

3 PRESIDENT FECKNER: Just a second. I have to
4 have a second first.

5 BOARD MEMBER BILBREY: Second.

6 PRESIDENT FECKNER: It's been seconded by Mr.
7 Bilbrey.

8 Go ahead, Mr. Shah.

9 MR. SHAH: Mr. President, it's my understanding
10 that staff would like to table Agenda Item 8c until the
11 April Board meeting.

12 PRESIDENT FECKNER: C as in Charlie?

13 MR. SHAH: 8c as in Charlie, that's correct.

14 PRESIDENT FECKNER: Very good. Thank you.

15 MR. SHAH: That's going to be withdrawn from the
16 calendar this morning.

17 PRESIDENT FECKNER: Very good. So the motion is
18 8b -- 8a, b, d, e, f, g and i.

19 VICE PRESIDENT JONES: Right.

20 PRESIDENT FECKNER: Mr. Jelincic.

21 BOARD MEMBER JELINCIC: Well, I was going to
22 table c, so now I don't have to.

23 PRESIDENT FECKNER: All right. The motion being
24 before you.

25 Any other discussion on the motion?

1 Seeing none.

2 All in favor say aye?

3 (Ayes.)

4 PRESIDENT FECKNER: Opposed, no?

5 Thank you.

6 Mr. Jones.

7 VICE PRESIDENT JONES: Yeah. I move to accept
8 the recommendation of our independent Board counsel and
9 remand Agenda Item 8h for the making of additional --
10 taking of additional evidence on the question of whether,
11 and if so how, the facts of this case differ from the
12 facts of the Board's Precedential Decision number 00-06.

13 BOARD MEMBER COSTIGAN: I'll second.

14 PRESIDENT FECKNER: It's been seconded by
15 Bilbrey. Any discussion on the motion.

16 Oh, sorry. Mr. Costigan seconded that motion.

17 PRESIDENT FECKNER: Sorry. You have to raise
18 your hands.

19 All right. Seeing no other discussion.

20 All in favor say aye?

21 (Ayes.)

22 PRESIDENT FECKNER: Opposed, no?

23 Motion carries.

24 On to Item 9, Precedential Decision.

25 Mr. Jones.

C E R T I F I C A T E O F R E P O R T E R

I, JAMES F. PETERS, a Certified Shorthand Reporter of the State of California, do hereby certify:

That I am a disinterested person herein; that the foregoing California Public Employees' Retirement System, Board of Administration open session meeting was reported in shorthand by me, James F. Peters, a Certified Shorthand Reporter of the State of California.

That the said proceedings was taken before me, in shorthand writing, and was thereafter transcribed, under my direction, by computer-assisted transcription.

I further certify that I am not of counsel or attorney for any of the parties to said meeting nor in any way interested in the outcome of said meeting.

IN WITNESS WHEREOF, I have hereunto set my hand this 23rd day of March, 2015.



JAMES F. PETERS, CSR
Certified Shorthand Reporter
License No. 10063