

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

THURSDAY, FEBRUARY 18, 2016
9:00 A.M.

TIFFANY C. KRAFT
CERTIFIED SHORTHAND REPORTER
LICENSE NUMBER 12277

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, also represented by Mr. Grant Boyken

Mr. Richard Costigan

Mr. Richard Gillihan, also represented by Ms. Katie Hagen

Ms. Dana Hollinger

Mr. J.J. Jelincic

Mr. Ron Lind

Ms. Priya Mathur

Mr. Bill Slaton

Ms. Theresa Taylor

Ms. Betty Yee, represented by Ms. Lynn Paquin

STAFF:

Ms. Anne Stausboll, Chief Executive Officer

Ms. Cheryl Eason, Chief Financial Officer

Mr. Ted Eliopoulos, Chief Investment Officer

Mr. Douglas Hoffner, Deputy Executive Officer

Ms. Donna Lum, Deputy Executive Officer

Mr. Doug McKeever, Deputy Executive Officer

Mr. Alan Milligan, Chief Actuary

Mr. Brad Pacheco, Deputy Executive Officer

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

STAFF:

Mr. Matthew Jacobs, General Counsel
Ms. Mary Anne Ashley, Chief, Legislative Affairs Division
Ms. Kara Buchanan, Board Secretary
Ms. Preet Kaur, Senior Staff Counsel
Mr. Marguerite Seabourn, Assistant Chief Counsel

ALSO PRESENT:

Mr. Joseph Bolander, representing Mr. Timothy Bacon and
Darryl Hurt
Mr. Terry Brennand, Service Employee International Union
Mr. Chirag Shah, Shah and Associates
Mr. Neal Johnson, Service Employees International Union,
Local 1000
Mr. Neil Okazaki, City of Riverside

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d.	Gwendolyn Lewis-Parker	
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f.	Martha G. Haywood	
g.	Jerry Dean Beasley	
h.	Scott Casadona	

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i.	Richard Montre	
j.	Deborah L. Buchko	
k.	Timothy C. Stadler (Larrie Ciano)	
l.	Mike V. Perez	
m.	Santa Clara County and Kathleen King	
n.	Merry Grisak	
o.	Brandy LeChuga-Falk (Thomas LeChuga)	
p.	Mei Kwee	
q.	Sandra Lombella Adams	
r.	Diane Euer	
s.	David Grewing	
t.	Nicholas Rodriguez	
u.	Jolie Caughey (Donald Caughey)	
v.	Perry Leffler	
w.	Gere Sibbach	
x.	Madhu Ghuman	
y.	Christine Yaple (David Yaple)	
z.	Kristen Del Carlo	
aa.	Stephanie Lamb	
bb.	Beverly Powers	
cc.	Kevin Davey	
dd.	Vincent Miller	
ee.	Salma Juarez	
ff.	William Johnson	
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1 The next meeting of the Board Governance
2 Committee tentatively -- is tentatively scheduled for
3 March 15th, 2016 in Sacramento, California. And that
4 completes my report.

5 PRESIDENT FECKNER: Thank you.

6 That brings us to Agenda Item 8, the Proposed
7 decision of Administrative Law Judges. First, let me note
8 that Chirag Shah, the Board's independent counsel of
9 administration decisions is with us today.

10 Good morning, Mr. Shah.

11 MR. SHAH: Good morning.

12 PRESIDENT FECKNER: Also, I wanted -- I've been
13 requested to remove Item M, M as in Mary, and take that up
14 separately.

15 Before we proceed, any comments, Mr. Shah.

16 MR. SHAH: Not at this time, Mr. President.

17 PRESIDENT FECKNER: Thank you.

18 Mr. Jones.

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

20 I move to adopt the proposed decisions at Agenda
21 Item 8a through 8hh as the Board's own decisions with the
22 minor clarification/modifications argued by staff.

23 PRESIDENT FECKNER: And minus M.

24 VICE PRESIDENT JONES: Minus M.

25 PRESIDENT FECKNER: Is there a second?

1 BOARD MEMBER JELINCIC: Second.

2 PRESIDENT FECKNER: It's been moved by Jones,
3 seconded by Jelincic. Items 8a through double H, minus M.
4 All in favor of the motion say aye?

5 (Ayes.)

6 PRESIDENT FECKNER: Opposed, no?

7 Motion Carries.

8 Mr. Jones, Item M.

9 VICE PRESIDENT JONES: Yes, I move that we adopt
10 the proposed decision at Agenda Item M as the Board's own
11 decision with the minor clarification/modifications argued
12 by staff.

13 PRESIDENT FECKNER: Thank you.

14 Mr. Lind.

15 BOARD MEMBER LIND: Thank you.

16 I'm going to request that the Board set this for
17 a full Board hearing. I think that the facts are such
18 that it makes sense for us to hear a full review of this.
19 And I'd request support from our -- my fellow Board
20 members on this issue.

21 PRESIDENT FECKNER: Is that in the form of a
22 motion?

23 BOARD MEMBER LIND: Yes, it is.

24 BOARD MEMBER MATHUR: Second.

25 PRESIDENT FECKNER: Moved by Lind, seconded by

1 Mathur. All in favor of the motion say aye?

2 (Ayes.)

3 PRESIDENT FECKNER: Opposed, no?

4 Motion carries. Thank you.

5 Item 9, Petitions for Reconsideration. Mr.

6 Jones.

7 VICE PRESIDENT JONES: Yeah. Thank you, Mr.

8 President. I move to deny the petitions for

9 reconsideration at Agenda items 9a and 8b.

10 BOARD MEMBER COSTIGAN: Second.

11 PRESIDENT FECKNER: Moved by Jones, seconded by

12 Costigan.

13 Any discussion on the motion?

14 Seeing none.

15 All in favor say aye?

16 (Ayes.)

17 PRESIDENT FECKNER: Opposed, no?

18 Motion carries.

19 Item 10 is the full Board hearing. We're going

20 to hold that until we complete the rest of the open

21 session agenda.

22 That brings us to Item 13, State Legislative

23 Update. Ms. Ashley.

24 LEGISLATIVE AFFAIRS DIVISION CHIEF ASHLEY: Good

25 morning, Mr. President and members of the Board. Marry

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CERTIFICATE OF REPORTER

I, TIFFANY C. KRAFT, a Certified Shorthand Reporter of the State of California, and Registered Professional Reporter, do hereby certify:

That I am a disinterested person herein; that the foregoing hearing was reported in shorthand by me, Tiffany C. Kraft, a Certified Shorthand Reporter of the State of California, and thereafter transcribed into typewriting.

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

IN WITNESS WHEREOF, I have hereunto set my hand this 24th day of February, 2016.

TIFFANY C. KRAFT, CSR, RPR
Certified Shorthand Reporter
License No. 12277