



California Public Employees' Retirement System  
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[www.calpers.ca.gov](http://www.calpers.ca.gov)

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## Circular Letter

June 3, 2016

TO: EMPLOYERS COVERED BY CALPERS, EMPLOYEE ORGANIZATIONS  
AND OTHER INTERESTED PARTIES

SUBJECT: MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION AND  
ITS COMMITTEES

The Board of Administration of the California Public Employees' Retirement System (CalPERS) and its committees will meet on June 13 through 15, 2016. The meetings will be held in the CalPERS auditorium located in Lincoln Plaza North, 400 Q Street, Sacramento, California, unless otherwise noted.

Copies of the agendas for the meetings are attached. This notice and the agendas are also available on our website, [www.calpers.ca.gov](http://www.calpers.ca.gov).

The estimated start times for each meeting are set forth below. In some cases, a portion of the meeting may be held in closed session. Please refer to the attached agendas for additional information.

### **Monday, June 13, 2016**

8:30 a.m. Board of Administration (*Closed Session Only*)  
8:45 a.m. Investment Committee (*Closed Session Only*)  
9:00 a.m. Investment Committee  
3:00 p.m. Risk & Audit Committee

### **Tuesday, June 14, 2016**

8:30 a.m. Pension & Health Benefits Committee (*Closed Session Only*)  
9:00 a.m. Pension & Health Benefits Committee  
11:00 a.m. Performance, Compensation & Talent Management Committee  
2:00 p.m. Board of Administration Strategic Planning Workshop (*Room 1140*)

### **Wednesday, June 15, 2016**

8:30 a.m. Board of Administration (*Closed Session Only*)  
9:00 a.m. Board of Administration

Live broadcasts of open session meetings of the Board and its committees are available for viewing at [www.calpers.ca.gov](http://www.calpers.ca.gov). Please refer to the website for information on attending meetings and presenting public comment.

The meeting facilities are accessible to persons with disabilities. Requests for disability-related modification or accommodation require a minimum of 72 hours' notice and June be requested by calling (916) 795-3065 (voice or TTY).

Questions regarding the meetings may be referred to Cheree Swedensky at (916) 795-3128 or [cheree.swedensky@calpers.ca.gov](mailto:cheree.swedensky@calpers.ca.gov).

ANNE STAUSBOLL  
Chief Executive Officer

Attachment



# Board of Administration Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street  
Sacramento, CA

**June 13, 2016**  
8:30 am

## **BOARD MEMBERS**

Rob Feckner, President  
Henry Jones, Vice President  
Michael Bilbrey  
John Chiang  
Richard Costigan

Richard Gillihan  
Dana Hollinger  
JJ Jelincic  
Ron Lind  
Priya Mathur

Bill Slaton  
Theresa Taylor  
Betty Yee

## **AGENDA**

**Closed Session**  
8:30 am

1. Chief Executive Officer's Briefing on Performance, Employment, and Personnel Issues  
**(Government Code sections 11126 (a)(1), (e), and (g)(1))**

### **Notes**

- 1) Items designated for Information are appropriate for Committee Action if the Committee wishes to take action. Any Agenda Item from a properly noticed Committee meeting, held immediately prior to this Board meeting, may be considered by the Board.
- 2) The hour designated as the earliest starting time for this meeting is not intended to communicate the expected duration (or ending time) of the preceding meeting.
- 3) Public comment may be taken on any agenda item. There is a three-minute limitation on each public comment, unless otherwise directed by the Committee Chair.



# Investment Committee Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street  
Sacramento, CA

**June 13, 2016**  
8:45 am  
Or upon adjournment of the  
Board Closed Session — Whichever is later

## COMMITTEE MEMBERS

Henry Jones, Chair  
Bill Slaton, Vice Chair  
Michael Bilbrey  
John Chiang  
Richard Costigan

Rob Feckner  
Richard Gillihan  
Dana Hollinger  
JJ Jelincic  
Ron Lind

Priya Mathur  
Theresa Taylor  
Betty Yee

## AGENDA

**Closed Session**  
8:45 a.m.

Or Upon Adjournment or Recess of Board Closed Session,  
Whichever is Later

1. Chief Investment Officer's Briefing on Market and Personnel Issues  
**(Government Code sections 11126(a)(1) and 11126(c)(16))**

**Open Session**  
9:00 a.m.

Or Upon Adjournment or Recess of Closed Session,  
Whichever is Later

1. Call to Order and Roll Call
2. Executive Report – Chief Investment Officer Briefing
3. Consent Items

### **Action Consent Items:**

- a. Approval of the May 16, 2016  
Investment Committee Meeting Minutes

4. Consent Items

### **Information Consent Items:**

- a. Annual Calendar Review
- b. Draft Agenda for the August 15, 2016  
Investment Committee Meeting
- c. Monthly Update – Performance and Risk



- d. Monthly Update – Investment Compliance
- e. Federal Investment Policy Representative Update

**Action Agenda Items**

- 5. Asset Allocation, Performance & Risk
  - a. Interim Asset Allocation Targets Review (Including Capital Markets Outlook)
- 6. Legislation
  - a. Assembly Bill 2348 (Levine): CalPERS Investments in California Infrastructure Projects

Ted Eliopoulos  
Eric Baggesen  
Dianne Sandoval  
Steve Foresti, Wilshire Consulting

Mary Anne Ashley

**Information Agenda Items**

- 7. Legislation
  - a. Assembly Bill 2833 (Cooley) Public Retirement Alternative Investments Disclosure – Update
- 8. Program Reviews
  - a. Global Governance Strategic Review: Key Performance Indicators
  - b. Targeted Investment Programs Update
  - c. CalPERS for California Report 2015
- 9. Policy & Delegation
  - a. Revision of Real Assets Policies – First Reading
- 10. Summary of Committee Direction
- 11. Public Comment

Mary Anne Ashley

Anne Simpson  
Dan Bienvenue

Laurie Weir

Laurie Weir  
Tom Woefel, Pacific Community Ventures

Kit Crocker  
Paul Mouchakkaa

Ted Eliopoulos



**Closed Session**

Upon Adjournment or Recess of  
Open Session

**(Government Code sections 11126(a)(1), (c)(16) and (e))**

Ted Eliopoulos

1. Call to Order and Roll Call
2. Consent Items

**Action Consent Items:**

- a. Approval of the May 16, 2016 Investment Committee Closed Session Minutes

Ted Eliopoulos

3. Consent Items

**Information Consent Items:**

- a. Closed Session Activity Reports
  - 1) Status of Action Items Not Yet Reported
  - 2) Items Completed Under Delegated Authority
  - 3) Disclosure of Placement Agent Fees: Proposed Investments
  - 4) Investment Proposal Status Reports

**Information Agenda Items**

Anne Simpson

4. Program Review
  - a. Global Governance: Corporate Engagement Strategy
  - b. Private Equity Compliance Review

Matthew Jacobs  
Ted Eliopoulos

5. External Manager and Investment Decision Updates

Réal Desrochers  
Paul Mouchakkaa

- a. Private Equity
- b. Real Assets

Dan Bienvenue

- c. Global Equity

Curtis Ishii

- d. Global Fixed Income Programs

Ted Eliopoulos

- e. Opportunistic

Ted Eliopoulos

6. Chief Investment Officer – Personnel, Employment and Performance

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# Risk and Audit Committee Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street  
Sacramento, CA

**June 13, 2016**

3:00 p.m.

Or upon adjournment or recess of the  
Investment Committee Closed Session,  
Whichever is later

## **COMMITTEE MEMBERS**

Ron Lind, Chair  
Dana Hollinger, Vice Chair  
JJ Jelincic  
Priya Mathur

Bill Slaton  
Theresa Taylor  
Betty Yee

## **AGENDA**

**Open Session**  
3:00 p.m.

Or Upon Adjournment or Recess of the Investment  
Committee Closed Session, Whichever is Later

Cheryl Eason

1. Call to Order and Roll Call

Cheryl Eason

2. Executive Report

3. Consent Items

### **Action Consent Items:**

a. Approval of the April 19, 2016 Risk and Audit  
Committee Meeting Minutes

Cheryl Eason

4. Consent Items

### **Information Consent Items:**

a. 2016 Annual Calendar Review

b. 2017 Annual Calendar Review

c. Draft Agenda for the September 20, 2016 Risk  
and Audit Committee Meeting

d. Quarterly Status Report – Office of Audit Services

e. Quarterly Status Report – Enterprise Risk  
Management

f. Quarterly Status Report – Enterprise Compliance

g. CalPERS Ethics Helpline Report

**Action Agenda Items**

Marlene Timberlake D'Adamo

5. Enterprise Compliance Management

a. 2016-17 Enterprise Compliance Plan

6. Enterprise Risk Management

Forrest Grimes

a. 2016-17 Enterprise Risk Management Plan

7. Audit

Beliz Chappuie  
Rick Green, Macias Gini &  
O'Connell

a. Independent Auditor's 2016 Annual Plan

Beliz Chappuie

b. 2016-17 Office of Audit Services Plan

**Information Agenda Items**

8. Audit

Beliz Chappuie

a. Audit Resolution Policy Revision

9. Enterprise Risk Management

Cheryl Eason  
Forrest Grimes

a. Semi-Annual Enterprise Risk Reports

Cheryl Eason

10. Summary of Committee Direction

11. Public Comment

**Closed Session**

Upon Adjournment or Recess of  
Open Session

**(Government Code sections 11126(a)(1) and (g)(1))**

1. Call to Order and Roll Call

2. Consent Items

**Action Consent Items**

Beliz Chappuie

a. Approval of the April 19, 2016 Risk and Audit  
Committee Closed Session Meeting Minutes

Marlene Timberlake D'Adamo

3. Personnel, Employment and Performance – Chief  
Auditor

Kit Crocker

4. Personnel, Employment and Performance – Chief  
Compliance Officer

5. Personnel, Employment and Performance –  
Investment Director





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# Pension and Health Benefits Committee Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street, Sacramento, CA

**June 14, 2016**  
8:30 am

## **COMMITTEE MEMBERS**

Priya Mathur, Chair  
Michael Bilbrey, Vice Chair  
John Chiang  
Rob Feckner  
Richard Gillihan

Dana Hollinger  
Henry Jones  
Theresa Taylor  
Betty Yee

## **AGENDA**

**Closed Session**  
8:30 a.m.

**(Government Code sections 11126(c)(17))**

Kathy Donneson

1. Call to Order and Roll Call
2. Finalize Health Plan Rates and Ongoing Health Plan Rate Strategy

**Open Session**  
9:00 a.m.

Or Upon Adjournment or Recess of Closed Session

Doug McKeever

Doug McKeever

1. Call to Order and Roll Call
2. Executive Report(s)
3. Consent Items

### **Action Consent Items:**

- a. Approval of the May 17, 2016, Pension and Health Benefits Committee Meeting Minutes

Doug McKeever

4. Consent Items

### **Information Consent Items:**

- a. Annual Calendar Review
- b. Draft Agenda for September 20, 2016, Pension and Health Benefits Committee Meeting

- c. Federal Health Care Policy Representatives Update
- d. Federal Retirement Policy Representatives Update
- e. 2017 Association Plan Rates

**Action Agenda Items**

- Kathy Donneson 5. Approval of the 2017 Health Maintenance Organization Plan Rates
- Kathy Donneson 6. Approval of the 2017 Preferred Provider Organization Plan Rates
- Mary Anne Ashley 7. Legislation
  - a. Senate Bill 1010 (Hernandez) Prescription Drug Cost Transparency

**Information Agenda Items**

- Kathy Donneson 8. State Annuitant Contribution Formula
- Kathy Donneson 9. Long-Term Care Third-Party Administrator Procurement Strategy
- Karen Pales  
Dr. Richard Sun 10. Drug Price Relief Act
- Donna Lum 11. Financial Literacy Update
- Doug McKeever  
Alan Milligan 12. The California Public Employees' Pension Reform Act – An Update Since Implementation
- Doug McKeever 13. Summary of Committee Direction
- 14. Public Comment

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# Performance, Compensation & Talent Management Committee Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street  
Sacramento, CA

**June 14, 2016**  
11:00 a.m.  
Or upon adjournment of the  
Pension & Health Benefits Committee —  
Whichever is later

## COMMITTEE MEMBERS

Michael Bilbrey, Chair  
Priya Mathur, Vice Chair  
John Chiang  
Richard Costigan

Richard Gillihan  
Ron Lind  
Theresa Taylor

## AGENDA

**Open Session**  
11:00 a.m.

Or Upon Adjournment or Recess of Pension & Health  
Benefits Committee, Whichever is Later

Doug Hoffner  
Doug Hoffner

1. Call to Order and Roll Call
2. Executive Report
3. Consent Items

### **Action Consent Items:**

- a. Approval of the May 17, 2016  
Performance, Compensation & Talent  
Management Committee Meeting Minutes

Doug Hoffner

4. Consent Items

### **Information Consent Items:**

- a. Annual Calendar Review
- b. Draft Agenda for the August 16, 2016  
Performance, Compensation & Talent  
Management Committee Meeting

### **Action Agenda Items**

Tina Campbell  
Bill Gentry,  
Eric Gonzaga,  
Grant Thornton LLP

5. Fiscal Year 2016-17 Compensation Review Project Recommendations: First Reading of Performance Metrics

### **Information Agenda Items**

Doug Hoffner

6. Summary of Committee Direction
7. Public Comment

### **Closed Session**

Upon Adjournment or  
Recess of Open Session

**(Government Code sections 11126(a)(1) and (g)(1))**

1. Call to Order and Roll Call

### **Action Agenda Items**

Tina Campbell

2. Approval of the March 15, 2016 Performance, Compensation & Talent Management Committee Closed Session Minutes

Tina Campbell  
Bill Gentry,  
Eric Gonzaga,  
Grant Thornton LLP

3. 2016-17 Performance Plan of the Chief Investment Officer

### **Notes**

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# Board of Administration Meeting Agenda

**Lincoln Plaza North**  
400 P Street, Room 1140  
Sacramento, CA

**June 14, 2016**

2:00 p.m.

Or upon adjournment or recess of the Performance,  
Compensation, & Talent Management  
Committee, Whichever is Later

## **BOARD MEMBERS**

Rob Feckner, President  
Henry Jones, Vice President  
Michael Bilbrey  
John Chiang  
Richard Costigan

Richard Gillihan  
Dana Hollinger  
JJ Jelincic  
Ron Lind  
Priya Mathur

Bill Slaton  
Theresa Taylor  
Betty Yee

## **AGENDA**

**Open Session**  
2:00 p.m.

Or upon adjournment or recess of the Performance,  
Compensation, & Talent Management Committee,  
Whichever is Later

Doug Hoffner

Board Workshop – Strategic Plan Development

Timi Leslie, Founder &  
President, BluePath Health

### Notes

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# Board of Administration Meeting Agenda

**Robert F. Carlson Auditorium**  
Lincoln Plaza North  
400 P Street  
Sacramento, CA

**June 15, 2016**  
8:30 a.m.

## **BOARD MEMBERS**

Rob Feckner, President  
Henry Jones, Vice President  
Michael Bilbrey  
John Chiang  
Richard Costigan

Richard Gillihan  
Dana Hollinger  
JJ Jelincic  
Ron Lind  
Priya Mathur

Bill Slaton  
Theresa Taylor  
Betty Yee

## **AGENDA**

**Closed Session**  
8:30 a.m.

Chief Executive Officer's Briefing on Performance,  
Employment, and Personnel Issues  
**(Government Code sections 11126 (a)(1), (e), and  
(g)(1))**

**Open Session**  
9:00 am

Or Upon Adjournment or Recess of Board Closed  
Session, Whichever is Later

Rob Feckner

1. Call to Order and Roll Call

Rob Feckner

2. Pledge of Allegiance

Rob Feckner

3. Board President's Report

4. Executive Reports

Anne Stausboll

a. Chief Executive Officer's Report (Oral)

Ted Eliopoulos

b. Chief Investment Officer's Report (Oral)

Rob Feckner

5. Consent Items

### **Action Consent Items:**

a. Approval of the May 18, 2016 Board of  
Administration Meeting Minutes

b. Board Travel Approvals

6. Consent Items

**Information Consent Items:**

- a. Board Meeting Dates 2016 and 2017
- b. Board Agenda Item Calendar 2016
- c. Draft Agenda for the August 17, 2016 Board of Administration Meeting
- d. General Counsel's Report
- e. Communications and Stakeholder Relations

7. Committee Reports and Actions

Henry Jones

Priya Mathur

Richard Costigan

Michael Bilbrey

Ron Lind

Bill Slaton

- a. Investment Committee (Oral)
- b. Pension & Health Benefits Committee (Oral)
- c. Finance & Administration Committee (Oral)
- d. Performance, Compensation & Talent Management Committee (Oral)
- e. Risk & Audit Committee (Oral)
- f. Board Governance Committee (Oral)

**Action Agenda Items**

Rob Feckner

8. Proposed Decisions of Administrative Law Judges

- a. Medene Presley
- b. Lynn D. Harmston
- c. Karen K. Parker
- d. Mark Hitt
- e. Christopher Cisco
- f. Patricia Anderson
- g. City of El Monte
- h. Patricia Louise O'Keefe-Minjarez
- i. George Gerber
- j. Bryan Boyle
- k. Lori Gibson
- l. Dawn Wise



- m. Patricia Miller
- n. Claudelle Halcomb
- o. Gustavo Miranda
- p. Marianne Sullivan
- q. Angelee Martin
- r. Glen W. Sebring
- s. Lori L. Graffious

Rob Feckner

- 9. Petitions for Reconsideration
  - a. Cynthia A. Jamison
  - b. Charles Bergson
  - c. Mark Soto
  - d. Jordan Conway
  - e. Frederick Johnson

Rob Feckner

- 10. Designation of Precedential Decision – Phillip MacFarland

**Information Agenda Items**

Mary Anne Ashley

- 11. State Legislation Update

Anne Stausboll

- 12. Summary of Board Direction

- 13. Public Comment

**Closed Session**

Upon Adjournment or Recess of Open Session  
**(Government Code sections 11126(a)(1), (e), and (g)(1))**

Matthew Jacobs

- 1. Litigation Matters
  - a. In re: City of San Bernardino (U.S. Bankruptcy Court, Central District of CA, No. 2-BK-28006)
  - b. Centinela Capital Partners, LLC v. CalPERS, et al. (Los Angeles County Superior Court, No. BC504309); Baez v. CalPERS et al. (Los Angeles County Superior Court, No. BC498010)
  - c. Pending Litigation – PEPRM Matter
- 2. Chief Executive Officer Interviews and Selection

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