

MEETING
STATE OF CALIFORNIA
PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
PENSION & HEALTH BENEFITS COMMITTEE
OPEN SESSION

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

TUESDAY, DECEMBER 20, 2016

10:15 A.M.

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

A P P E A R A N C E S

COMMITTEE MEMBERS:

Ms. Priya Mathur, Chairperson

Mr. Michael Bilbrey, Vice Chairperson

Mr. John Chiang, represented by Mr. Steve Juarez

Mr. Rob Feckner

Mr. Richard Gillihan, represented by Ms. Katie Hagen

Ms. Dana Hollinger

Mr. Henry Jones

Ms. Theresa Taylor

Ms. Betty Yee, represented by Mr. Alan Lofaso

BOARD MEMBERS:

Mr. J.J. Jelincic

STAFF:

Ms. Marcie Frost, Chief Executive Officer

Mr. Matt Jacobs, General Counsel

Mr. Doug McKeever, Deputy Executive Officer

Dr. Kathy Donneson, Chief, Health Plan Administration
Division

Ms. Anita Jones, Committee Secretary

Mr. Anthony Suine, Chief, Benefit Services Division

ALSO PRESENT:

Dr. Richard Sun, CalPERS Physician Consultant

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1 P R O C E E D I N G S

2 CHAIRPERSON MATHUR: Good morning, everyone.
3 Welcome to the Pension and Health Benefits Committee
4 meeting.

5 First order of business is roll call.

6 COMMITTEE SECRETARY JONES: Priya Mathur?

7 CHAIRPERSON MATHUR: Good morning.

8 COMMITTEE SECRETARY JONES: Michael Bilbrey?

9 VICE CHAIRPERSON BILBREY: Good morning.

10 COMMITTEE SECRETARY JONES: Steve Juarez for John
11 Chiang?

12 ACTING COMMITTEE MEMBER JUAREZ: Here.

13 COMMITTEE SECRETARY JONES: Rob Feckner?

14 COMMITTEE MEMBER FECKNER: Good morning.

15 COMMITTEE SECRETARY JONES: Katie Hagen for
16 Richard Gillihan?

17 ACTING COMMITTEE MEMBER HAGEN: Here.

18 COMMITTEE SECRETARY JONES: Dana Hollinger?

19 COMMITTEE MEMBER HOLLINGER: Here.

20 COMMITTEE SECRETARY JONES: Henry Jones?

21 COMMITTEE MEMBER JONES: Here.

22 COMMITTEE SECRETARY JONES: Theresa Taylor?

23 COMMITTEE MEMBER TAYLOR: Here.

24 COMMITTEE SECRETARY JONES: Alan Lofaso for Betty
25 Yee?

1 ACTING COMMITTEE MEMBER LOFASO: Here.

2 CHAIRPERSON MATHUR: Please also note for the
3 record that Mr. Jelincic has joined us.

4 Before I allow our deputy executive officer to
5 begin his comments, I just want to take a moment of
6 personal privilege. And forgive me if I start to tear up
7 because I am very fond of Doug McKeever. And as you
8 probably all know, this is his last CalPERS Pension and
9 Health Benefits Committee meeting.

10 Doug has served this organization, its employees,
11 and its members tirelessly and with great heart and
12 compassion. And I just want to recognize -- I'm going to
13 be brief, but I just want to recognize the incredible
14 contribution, Doug, that you have made to CalPERS and to
15 our members. And I know that you are also a very able
16 leader within this organization who has helped to grow
17 your staff and others throughout the organization. So we
18 are truly going to miss you and wish you only the best at
19 Covered California.

20 Okay. So with that, I will let you move on with
21 your Executive Officer Report.

22 DEPUTY EXECUTIVE OFFICER MCKEEVER: Thank you,
23 Madam Chair, members of the Committee. Doug McKeever,
24 CalPERS.

25 And, Madam Chair, if you'll allow me to get

1 through my comments, and then I would also like a moment
2 of personal privilege at the end.

3 CHAIRPERSON MATHUR: Yes.

4 DEPUTY EXECUTIVE OFFICER McKEEVER: So the first
5 one I want to mention to you is the fact that, as you all
6 know and as we've been briefing you for months now, we
7 have a transition of our PBM that's going to take place
8 next month from CVS to OptumRx. And so I just want to
9 provide some of the last-minute items that have been
10 closed and that have been continued working on as a team
11 here to ensure a smooth transition. And that includes
12 things like all the system testing that have been done,
13 the interfaces, and the exchanges that are required
14 between CalPERS -- and I want to recognize the State
15 Controller's office as well because they played a big part
16 in this, and that we have all had a huge commitment in
17 ensuring that the go live of this transition takes place
18 in January with minimal disruption. And I say minimal
19 only because something this large is bound to have some
20 hiccups. And so I think we all ought to have the
21 perspective that in January we may receive some calls by
22 members who are experiencing some challenges in this
23 transition. And I will only suggest to you to allow us to
24 work through those. We have processes in place, and
25 certainly the team is prepared to address those in a very,

1 very timely manner.

2 We again have worked diligently with OptumRx.
3 They've been a great partner to date to ensure the retail
4 network had the same, if not better, coverage than CVS.
5 And when we reported back when this selection was made by
6 this Board, it was about a 96.2 percent overlap. And that
7 may seem like a lot, but it's actually gone up now to
8 99.78 percent of our retail overlap, which is significant
9 when it comes to the retail outlets that are members are
10 able to access to receive their prescription drugs.

11 In early December, Optum started to mail out
12 welcome packets and pharmacy ID cards to our Medicare
13 members. And they will continue to send member
14 communications now through January to assist those new
15 enrollees.

16 Health plans also began mailing new medical ID
17 cards with the new pharmacy information. I will note
18 there have been a few again hiccups relative to Anthem and
19 OptumRx and not able to have a particular logo from Optum
20 on the Anthem card. That's being worked on now. We're
21 trying to figure out how best we can communicate to the
22 members who are with our PPO products that the fact that
23 the Optum logo just because it's not there does not
24 indicate that you do not have pharmacy benefit coverage.
25 So that's being worked on now.

1 And then we're working on lessons learned from
2 prior implementations so that we can ensure again that we
3 have the protocols in place to make this as smooth as
4 possible for the members. And that includes having
5 talking points for our contact center as well come
6 January.

7 So at this point, again I want to really thank
8 everyone on the CalPERS team and our partners at the State
9 Controller's office for all of the work that they've done,
10 including CVS who has helped us in this transition, and of
11 course the OptumRx team as well.

12 Moving on. We've done a lot of work with the
13 Pacific Business Group on Health. I just wanted to
14 highlight one collaborative effort that we worked on with
15 them in putting together quite some time ago the Humboldt
16 Independence Practice Association, better known as what we
17 call Priority Care, that we implemented quite some time
18 ago. And this is delivering intensive case management and
19 care coordination to our members with medically complex
20 needs. And it has improved the health of members in that
21 county in which it has been implemented. And it has also
22 generated a reduction in medical costs.

23 The reason I bring this up is that PBGH expanded
24 its efforts to create an intensive outpatient care program
25 in several western states. Five national health care

1 foundations via the Institute for Healthcare Improvement
2 recently recognized PBGH for their program and their
3 efforts. And I think it's attributable to CalPERS as well
4 as being an initial partner with PBGH on priority care
5 with the Pacific -- with the PG&E, who is also a partner
6 in this effort as well.

7 As a reminder, upcoming in January at the
8 off-site there's going to be a presentation on the
9 value-based insurance design approach. Again, we've had
10 this begin in July at the off-site with the Board, with
11 Dr. Fendrick presenting. We provided this Committee with
12 an update in September. And now at the January off-site,
13 we're going to bring some folks in from Connecticut to
14 talk about their experience in implementing this. We've
15 got an individual from both the labor side and from the
16 employer side, because collectively they collaborated in
17 rolling this out in Connecticut. So they'll present to
18 you all in January. And then staff will provide
19 recommended approaches that we believe deserve
20 consideration by this Board for implementation in the 2018
21 plan year.

22 And then, finally, and as noted last month,
23 Ms. Mathur and myself and Ms. Bailey-Crimmins attended the
24 Alameda County health Care Task Force meeting in Oakland.
25 The attendees of this group included many, many employers

1 as well as labor organizations, that either represented
2 with those employers or others. And they are looking at a
3 couple of different options to put in place. And I want
4 to note that this group has both PEMHCA and non-PEMHCA
5 employers, so this is not just a CalPERS group that has
6 been formed. They're looking at controlling health care
7 costs in the Bay Area. And as you know, we've always
8 indicated to you the fact that Northern California health
9 care costs tend to be higher than the south. And as a
10 result of that, they're looking at means by which to help
11 mediate that issue with them.

12 It was a very productive meeting. The
13 presentations they provided us gave us two options that
14 they're considering, one of which our team will be
15 continuing to look at in the new year. And what we've
16 committed to do is to provide Ms. Covington with our input
17 on the one suggested alternative, which ties payment to
18 Medicare in some percentage above the Medicare payment
19 reimbursement. So we're going to be looking at that in
20 the coming months and then providing Sally with our
21 feedback on whether or not that's something that we can
22 also look to participate in and/or modify our benefit plan
23 at some point in the future to adopt a similar concept.

24 And then, Madam Chair, if I may take that moment
25 of personal privilege.

1 CHAIRPERSON MATHUR: Please.

2 DEPUTY EXECUTIVE OFFICER MCKEEVER: First of all,
3 thank you very much for the kind words. It has been in
4 total almost 19 years that I've spent at this
5 organization. So it is -- it was with great difficulty
6 and challenge that I had in making a decision to leave
7 this organization that I do consider to be home. And so I
8 want to give many thanks to this Board for your support
9 and your assistance in the roles that I've played
10 primarily in the last six and a half years that I've been
11 back at CalPERS. It's been a humbling experience and one
12 in which I will cherish very much so. And certainly I
13 want to thank all of the stakeholders as well. They've
14 been a great group to work with. The highlight of my job
15 is working with the stakeholders to make sure that the
16 benefits that we provide to them on the health care side
17 in particular meet their needs and are as affordable as
18 possible.

19 So, again, thank you all very much.

20 And that concludes my comments.

21 (Applause.)

22 CHAIRPERSON MATHUR: Thank you, Doug.

23 We do have a request to speak.

24 Mr. Jelincic.

25 BOARD MEMBER JELINCIC: Doug, I want to thank

1 you, not just for the last six months but for your
2 previous tour of duty. You did good things then too. It
3 was a loss when you went to the Department of Corrections.
4 And was good to have you back.

5 But I really do want to thank you for both
6 periods. And as we put together the new talking points
7 for Optum, I would like to request that you include your
8 new phone number in those talking points.

9 (Laughter.)

10 BOARD MEMBER JELINCIC: Thank you.

11 CHAIRPERSON MATHUR: Thank you.

12 Ms. Taylor.

13 COMMITTEE MEMBER TAYLOR: Yes, I also wanted to
14 chime in and thank Doug very much. I was new to the
15 Board. You've been very helpful. And I really appreciate
16 all of the support you've given me as a new Board member.
17 Certainly will miss that. But good luck in your new
18 position.

19 CHAIRPERSON MATHUR: Mr. Jones.

20 COMMITTEE MEMBER JONES: Yeah, thank you, Madam
21 Chair.

22 Yeah, Doug, I just want to also congratulate you
23 first on your new assignment and also thank you for the
24 work that you have provided to CalPERS as a whole but also
25 to our constituents. You've been very, very responsive to

1 my questions and to the questions I receive from my
2 constituents, and you have been applauded for being open
3 and honest and your integrity is at the highest standard.
4 So we just want to thank you for all the work you've done.

5 CHAIRPERSON MATHUR: Ms. Hollinger.

6 COMMITTEE MEMBER HOLLINGER: Well, I want to
7 reiterate, Doug, I think probably one of the most
8 complicated areas is the area of health care benefits and
9 delivering those in an affordable manner. And also your
10 ability to communicate this, what is very complex, in
11 plain language is truly extraordinary. So I will miss
12 you. I wish you the best, and there's always a place.

13 Thank you.

14 (Laughter.)

15 CHAIRPERSON MATHUR: Well, I think committee
16 members are lining up.

17 Mr. Feckner.

18 COMMITTEE MEMBER FECKNER: Thank you, Madam
19 Chair.

20 Doug, we've been through a lot over the years.
21 I'm one of the few that was here on your first tour of
22 duty as well. So I just want to say that we wish you
23 well, wish you good luck on your next adventure. I hope
24 you'll stay in touch with us and help us continue to doing
25 the good job that we do and doing the good job you're

1 going to do there.

2 So thank you for all your years of service to
3 public employees.

4 DEPUTY EXECUTIVE OFFICER McKEEVER: Thank you,
5 Rob.

6 CHAIRPERSON MATHUR: Mr. Bilbrey.

7 VICE CHAIRPERSON BILBREY: Thank you, Madam
8 Chair.

9 I want to echo what all of the other Board
10 members have commented on.

11 I want to also point out the wonderful style you
12 have of working not only with the Board but constituents,
13 so even mannered and pretty unflappable in some very
14 difficult situations I've seen. That is very impressive.
15 And I know that we will continue to work with you. You're
16 still continuing in the health care arena and will be
17 probably just as integral a part in working with CalPERS.
18 I hope we do actually more work together with Covered
19 California on initiatives. And so I wish you the best.
20 And it's not goodbye. We'll see you soon.

21 DEPUTY EXECUTIVE OFFICER McKEEVER: Thank you,
22 Michael.

23 CHAIRPERSON MATHUR: One more. Ms. Hagen.

24 ACTING COMMITTEE MEMBER HAGEN: Well, I had to
25 say something. Everybody else has.

1 I just want to congratulate you again, Doug.
2 Covered California is very lucky to have you join their
3 team. I've had the pleasure of being Doug's colleague and
4 friend for probably 20 years now working in three
5 different departments.

6 So I look forward to working with you in my
7 capacity as CalHR when you're at Covered California.

8 Congratulations.

9 DEPUTY EXECUTIVE OFFICER McKEEVER: Thank you,
10 Katie.

11 CHAIRPERSON MATHUR: Thank you.

12 Okay. On that note --

13 (Laughter.)

14 CHAIRPERSON MATHUR: -- we'll move on to Agenda
15 Item Number 3, which is Approval of the Minutes.

16 VICE CHAIRPERSON BILBREY: Move approval.

17 COMMITTEE MEMBER HOLLINGER: Second.

18 CHAIRPERSON MATHUR: Moved by Bilbrey, seconded
19 by Hollinger.

20 Any discussion on the motion?

21 Seeing none.

22 All those in favor say aye.

23 (Ayes.)

24 CHAIRPERSON MATHUR: All opposed?

25 Any abstentions?

1 Motion passes.

2 I've had no requests to remove anything from
3 Agenda Item Number 4.

4 So we'll move on to Agenda Item Number 5, the
5 Long-Term Care Program Solicitation Update.

6 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

7 DONNESON: Good morning, Madam Chair, members of the
8 Pension and Health Benefits Committee.

9 This agenda item outlines the solicitation and
10 competitive negotiation approach for the long-term care
11 procurement strategy and where we are at this point in
12 time.

13 In June and September of 2016, we released the
14 solicitation number 20168180, phases 1 and 2,
15 respectively, for a third party administrator for its
16 Long-Term Care Program.

17 On November 17 and 18 confidential discussions
18 were held in person between CalPERS and interested third
19 party administrators senior leadership for firms intending
20 to submit proposals.

21 These confidential discussions provided the third
22 party administrators the opportunity to seek clarification
23 of CalPERS requirements and expectations during the
24 solicitation. As stated in the agenda item, proposals
25 were due by December 14th, 2016. But at the conclusion of

1 the confidential discussions CalPERS extended the deadline
2 to January 4th, 2017.

3 Though the deadline is extended, we believe the
4 evaluation teams can complete the scoring on schedule.

5 CalPERS subject matter experts from across the
6 enterprise will conduct proposal evaluations including
7 competitiveness of the third party administrator fees for
8 administering the contract as well as conduct an on-site
9 visits to proposer facilities.

10 CalPERS staff will engage in competitive contract
11 negotiations with each firm in order to obtain the most
12 favorable contract terms for CalPERS.

13 At the conclusion of the competitive
14 negotiations, CalPERS staff will present negotiated
15 contracts and pricing for each firm. The selection of the
16 third party administrator will be solely at the discretion
17 of CalPERS Board of Administration.

18 This concludes my pres -- oh, and we will do that
19 in May of 2017.

20 This concludes my presentation. I'm happy to
21 answer questions.

22 CHAIRPERSON MATHUR: Thank you very much.

23 We do have a question from Mr. Jelincic.

24 BOARD MEMBER JELINCIC: How many competitors are
25 there in this -- for this contract?

1 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

2 DONNESON: Three.

3 BOARD MEMBER JELINCIC: Three.

4 Thank you.

5 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

6 DONNESON: Sorry.

7 BOARD MEMBER JELINCIC: Okay. I didn't want to
8 know who. I just wanted to know how many.

9 You know, because we occasionally get such a
10 narrow group that it's unreal.

11 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

12 DONNESON: Yes.

13 BOARD MEMBER JELINCIC: Thank you.

14 CHAIRPERSON MATHUR: Well, thank you very -- Oh.
15 Ms. Taylor.

16 COMMITTEE MEMBER TAYLOR: Just I wanted to ask in
17 addition to what J.J. asked. Is our current contractor
18 part of that -- part of the competition or not?

19 DEPUTY EXECUTIVE OFFICER McKEEVER: Ms. Taylor,
20 to stick with the solicitation process and
21 confidentiality, we're not going to name who's provided
22 any bids at this point in time.

23 Thank you.

24 COMMITTEE MEMBER TAYLOR: Okay.

25 CHAIRPERSON MATHUR: Thank you.

1 I see no further questions.

2 Thanks very much for the update.

3 So that brings us to Agenda Item 6, Population
4 Health Management Initiative.

5 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

6 DONNESON: I'm waiting for my physician to join me. We've
7 both been a little bit under the weather.

8 CHAIRPERSON MATHUR: Oh, dear.

9 HEALTH PLAN ADMINISTRATION DIVISION CHIEF

10 DONNESON: He didn't want to cough.

11 Good morning, Madam Chair, again, and members of
12 the Committee.

13 Agenda Item Number 6 is presented as the
14 population health management initiatives. In 2000 --
15 December 2015, CalPERS staff presented its effort to
16 standardize our health plan's approach to population
17 health management across our continuum of care for active
18 and retired members within an integrated health model
19 delivery system.

20 Over the past year the CalPERS team has worked
21 with health plan staff to create a population health
22 dashboard and to populate that dashboard, which includes a
23 series of standardized measures with which the CalPERS
24 clinical team find essential in setting baseline data,
25 which will measure progress on health outcomes and

1 coordinate a health plan's population health activities.

2 Dr. Richard Sun will now present the dashboard
3 results. And we're available to answer any questions.

4 DR. SUN: The attachment shows our baseline data
5 for the data elements that were presented last year. And
6 each of these data -- each of these measures have
7 different definitions. For example, under "Lifestyle
8 Risks," these are only for Kaiser Permanente in the
9 current data.

10 The clinical quality measures are based on the
11 national HEDIS definitions. But because these are not
12 collected and analyzed in an audited fashion, as for HEDIS
13 measures, we will call them HEDIS like.

14 Future iterations of the dashboard will include
15 analyses over time and analyses specific to health plans
16 as well as graphical and chart formats for better data
17 presentation.

18 Glad to answer any questions.

19 CHAIRPERSON MATHUR: Thank you very much. I
20 think this is a really good step, and important for our
21 ability to track our progress and the progress of our
22 members over time.

23 My only question is -- I understand this is
24 though setting baseline for future analysis of how
25 our -- how these steps change for our own members. But

1 would it be worth including a benchmark as well, either a
2 California or a national benchmark, or maybe both, and
3 possible, so that we can also compare ourselves to what is
4 happening more broadly?

5 DR. SUN: Yes, that will be part of the future
6 presentations.

7 For example, the percent of adults who smoke may
8 be lower in CalPERS population than in California. But
9 perhaps we want to even reduce that more.

10 CHAIRPERSON MATHUR: Right. Okay. Thank you.

11 Any other questions from the Committee on this item?

12 Mr. Lofaso.

13 ACTING COMMITTEE MEMBER LOFASO: Thank you, Madam
14 Chair. Pardon me.

15 I asked this question of the briefing. So a lot
16 of the scores in the HEDIS-like provision are at the
17 extremes, they're either way above 75 or some of them are
18 way lower than 10, I think there's only one in the 50s.
19 Does it vary -- is a good score more like 77, is a good
20 score more like 5.96? Or does it vary from indicator to
21 indicator?

22 DR. SUN: It varies from indicator to indicator.
23 And future iterations will include information on
24 benchmarks. There are national benchmarks for the
25 National Committee for Quality Assurance for each of these

1 measures. And so what's 77 percent here may be very high
2 or very low depending on comparisons with other plans
3 nationwide.

4 ACTING COMMITTEE MEMBER LOFASO: Thank you.

5 CHAIRPERSON MATHUR: Thank you.

6 I see no further requests to speak on this item.
7 So I'm going to call on Mr. Feckner, who had something he
8 wanted to say.

9 Is that right?

10 COMMITTEE MEMBER FECKNER: Yeah, it's a separate
11 item.

12 CHAIRPERSON MATHUR: On another item.

13 COMMITTEE MEMBER FECKNER: Right. Thank you.

14 I just want to -- and I apologize for not doing this
15 sooner, but revert back to 4e. It's the late letter that
16 we got from the city of Anaheim. And I think some Board
17 members want to ask some questions about that.

18 CHAIRPERSON MATHUR: Yeah, I have it right here.

19 COMMITTEE MEMBER FECKNER: So my first question
20 is, when did we give them a notice? How much notice did
21 they have on this issue since they're saying that it was
22 so last minute?

23 DEPUTY EXECUTIVE OFFICER McKEEVER: Mr.
24 President --

25 CHAIRPERSON MATHUR: It's an administrative fee

1 for the Replacement Benefit Plan.

2 DEPUTY EXECUTIVE OFFICER MCKEEVER: Yeah, Mr.
3 President, Anthony Suine's here to address questions that
4 the Committee may have on this item.

5 BENEFIT SERVICES DIVISION CHIEF SUINE: Good
6 morning, Madam Chair, members of the Committee. Anthony
7 Suine, CalPERS team.

8 COMMITTEE MEMBER FECKNER: Good morning.

9 BENEFIT SERVICES DIVISION CHIEF SUINE: So the
10 participants were notified of this in early December. And
11 we -- we needed to wait until we had the new limits from
12 the IRS in order to calculate and figure out what the fee
13 would be, how much we're paying out of the fund, and to
14 figure out what the percentage would be. So that was
15 about as soon as we could get that letter out to let them
16 know all those key components.

17 COMMITTEE MEMBER FECKNER: And when do they have
18 to pay?

19 BENEFIT SERVICES DIVISION CHIEF SUINE: They will
20 begin to pay in 2017 on the first check that's issued to
21 them on a check-by-check basis for their replacement
22 benefit.

23 COMMITTEE MEMBER FECKNER: So most of them maybe
24 got a month notice then?

25 BENEFIT SERVICES DIVISION CHIEF SUINE: They

1 won't be paid, most of them, until February or the most of
2 them March going forward.

3 COMMITTEE MEMBER FECKNER: Okay.

4 CHAIRPERSON MATHUR: Thank you.

5 Mr. Juarez, did you have a question?

6 ACTING COMMITTEE MEMBER JUAREZ: Yeah, I do, but
7 on the same issue.

8 I'm sure if I saw on the item the extent of the
9 fees. Is it a -- is it a fee that's based on their
10 overall payout, or how does that work.

11 BENEFIT SERVICES DIVISION CHIEF SUINE: It's 2
12 percent of their check. So depending on when their
13 employers pay the replacement benefit invoice determines
14 how many checks they would get and when they start coming.
15 And it would be 2 percent off each check. And that 2
16 percent is calculated to make up the administrative costs
17 of the fund to administer the program.

18 ACTING COMMITTEE MEMBER JUAREZ: And I don't know
19 if I heard you say. Did we have a process where people
20 could weigh in as to -- before we adopted the fee, or is
21 it just something we have to do pursuant to?

22 BENEFIT SERVICES DIVISION CHIEF SUINE: We have
23 to do pursuant to the law.

24 ACTING COMMITTEE MEMBER JUAREZ: Okay. Because
25 the short-term money investment fund no longer -- the SMIF

1 no longer covers it?

2 BENEFIT SERVICES DIVISION CHIEF SUINE: Yeah, it
3 doesn't cover the full amount.

4 ACTING COMMITTEE MEMBER JUAREZ: And I appreciate
5 President Feckner bringing this out. Because it was a
6 consent item and here you have -- and I realize we didn't
7 get this letter I guess until today or yesterday at the
8 earliest. But I just didn't want the city of Anaheim to
9 think that we just sort of glossed over the issue and
10 didn't at least have the Board pay attention to it. I
11 assume staff will be responding directly to the city to
12 make sure that they understand that we're ostensibly bound
13 by the regulations and rules that exist for this program.

14 BENEFIT SERVICES DIVISION CHIEF SUINE: Correct.
15 And that the employers are not impacted.

16 ACTING COMMITTEE MEMBER JUAREZ: Right. But I'm
17 sure those individuals who work --

18 BENEFIT SERVICES DIVISION CHIEF SUINE: But they
19 get the questions.

20 ACTING COMMITTEE MEMBER JUAREZ: But the city of
21 Anaheim will be loud and clear about their feelings.

22 BENEFIT SERVICES DIVISION CHIEF SUINE: Yes.

23 CHAIRPERSON MATHUR: Thank you.

24 Mr. Feckner.

25 COMMITTEE MEMBER FECKNER: Yeah, just one other

1 thing. I certainly understand it, Anthony. But perhaps
2 when there's agenda items that are going to impact the
3 members financially, we could move that to another part of
4 the agenda where we can actually understand it and hear
5 from you.

6 BENEFIT SERVICES DIVISION CHIEF SUINE: Sure.

7 COMMITTEE MEMBER FECKNER: Not that we can change
8 it, so I don't want it to be an action item. But if
9 they're going to start sending letters and calling, at
10 least we'll be better prepared to answer those.

11 BENEFIT SERVICES DIVISION CHIEF SUINE: Sure.

12 COMMITTEE MEMBER FECKNER: Great. Thank you.

13 CHAIRPERSON MATHUR: Okay. Thank you.

14 So that brings us to Agenda Item Number 7, which
15 is Summary of Committee Direction, which there wasn't any
16 I don't think.

17 DEPUTY EXECUTIVE OFFICER McKEEVER: No, Madam
18 Chair, there was not.

19 CHAIRPERSON MATHUR: And then Agenda Item 8,
20 Public Comment. We do have one member of the public who's
21 expressed a wish to speak.

22 Dwight Sanders from the U.S. Treasury. Are you
23 here?

24 I don't believe he is here.

25 Is there anyone else who wishes to address the

1 Committee at this time?

2 Seeing none, the open session is adjourned.

3 We will commence closed session at 10:50.

4 (Thereupon the California Public Employees'

5 Retirement System, Board of Administration,

6 Pension & Health Benefits Committee open

7 session meeting adjourned at 10:40 a.m.)

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

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

4 That I am a disinterested person herein; that the
5 foregoing California Public Employees' Retirement System,
6 Board of Administration, Pension & Health Benefits
7 Committee open session meeting was reported in shorthand
8 by me, James F. Peters, a Certified Shorthand Reporter of
9 the State of California;

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

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

16 IN WITNESS WHEREOF, I have hereunto set my hand
17 this 22nd day of December, 2016.

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21 

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23 JAMES F. PETERS, CSR
24 Certified Shorthand Reporter
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