Circular Letter

June 9, 2017

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 19 through 21, 2017. 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.

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 19, 2017

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. Board Governance Committee

Tuesday, June 20, 2017

8:00 a.m. Pension & Health Benefits Committee (Closed Session Only)
9:00 a.m. Risk & Audit Committee
11:00 a.m. Pension & Health Benefits Committee
1:00 p.m. Performance, Compensation & Talent Management Committee (Closed Session Only)
2:00 p.m. Performance, Compensation & Talent Management Committee

Wednesday, June 21, 2017

8:30 a.m. Finance & Administration Committee
9:00 a.m. Board of Administration (Closed Session Only)
10:00 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. 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 may 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.

MARCIE FROST
Chief Executive Officer
Attachment
Board of Administration
Meeting Agenda

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

June 19, 2017
8:30 am

BOARD MEMBERS

<table>
<thead>
<tr>
<th>Name</th>
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<tbody>
<tr>
<td>Rob Feckner, President</td>
<td>Richard Gillihan</td>
<td>Bill Slaton</td>
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<tr>
<td>Henry Jones, Vice President</td>
<td>Dana Hollinger</td>
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<td>Richard Costigan</td>
<td>Priya Mathur</td>
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AGENDA

Closed Session
8:30 am

1. Chief Executive Officer’s Briefing on Performance, Employment, and Personnel Items
   (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 19, 2017
8:45 a.m.
Or upon adjournment of the 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

Ted Eliopoulos
1. Chief Investment Officer’s Briefing on Market and Personnel Items
   (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

Ted Eliopoulos
1. Call to Order and Roll Call

Ted Eliopoulos
2. Executive Report – Chief Investment Officer Briefing

Ted Eliopoulos
3. Consent Items
   Action Consent Items:
   a. Approval of the May 15, 2017 Investment Committee Meeting Minutes

Ted Eliopoulos
4. Consent Items
   Information Consent Items:
   a. Annual Calendar Review
   b. Draft Agenda for the August 14, 2017 Investment Committee Meeting
   c. Monthly Update – Performance and Risk
   d. Monthly Update – Investment Compliance
Action Agenda Items

5. Asset Allocation
   a. ALM: Adoption of Capital Market Assumptions

Information Agenda Items

6. Program Reviews
   a. Investment Manager Engagement Program Update
   c. Sustainable Investment Research Initiative Refresh Update
      (Time Certain: 2:00 p.m.)

7. Legislation
   a. Federal Investment Policy Representative Update

8. Summary of Committee Direction

9. Public Comment

Closed Session

Upon Adjournment or Recess of Open Session
(Government Code sections 11126(a)(1), (c)(16) and (e))

1. Call to Order and Roll Call

2. Consent Items

   Action Consent Items:
   a. Approval of the May 15, 2017 Investment Committee Closed Session Minutes

   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
Action Agenda Items

4. Asset Allocation

   a. Capital Market Assumptions

Information Agenda Items

5. External Manager and Investment Decision Updates

   a. Private Equity
   b. Real Assets
   c. Global Equity
   d. Global Fixed Income Programs
   e. Opportunistic
   f. Asset Allocation

6. Chief Investment Officer – Personnel, Employment and Performance

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4) Board Members may attend meetings of committees of which they are not members and participate in the discussions during those meetings.
AGENDA

Open Session 3:00 p.m.

1. Call to Order and Roll Call
   Matthew Jacobs

2. Executive Report
   Matthew Jacobs

3. Consent Items
   Matthew Jacobs

   Action Consent Items:
   a. Approval of the April 17, 2017 Board Governance Committee Meeting Minutes
   Matthew Jacobs

4. Consent Items
   Matthew Jacobs

   Information Consent Items:
   a. Annual Calendar Review
   b. Parking Lot Review

Action Agenda Items

Matthew Jacobs
5. Proposed Revisions to Board Governance Policy Regarding Board Member E-Mail Usage and Distribution of Articles and CalPERS-Related Items to the Board
Information Agenda Items

Matthew Jacobs  6. Sending Duplicate Outlook Calendar Entries to Board Members’ Private E-Mail Accounts

Matthew Jacobs  7. Summary of Committee Direction

8. Public Comment

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Pension and Health Benefits Committee
Meeting Agenda

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

June 20, 2017
11:00 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
8:00 am

(Government Code Sections 11126(c)(17) and (h))

1. Call to Order and Roll Call
Shari Little
Kathy Donneson

2. Health Plan Rate Strategy and Contracts
Kathy Donneson

3. Medicare Contracting Strategy
Kathy Donneson

4. Long-Term Care Procurement

Open Session
11:00 am

Or Upon Adjournment or Recess of the Risk & Audit Committee, Whichever is Later

1. Call to Order and Roll Call
Liana Bailey-Crimmins
Donna Lum

2. Executive Report(s)
Liana Bailey-Crimmins

3. Consent Items

Action Consent Items:

a. Approval of the May 16, 2017, Pension and Health Benefits Committee Meeting Minutes

Liana Bailey-Crimmins

4. Consent Items

Information Consent Items:

a. Annual Calendar Review
b. Draft Agenda for August 15, 2017, Pension and Health Benefits Committee Meeting

c. 2018 Association Plan Rates

**Action Agenda Items**

Shari Little

5. 2018 Health Benefits Rates
   a. Approval of the 2018 Health Maintenance Organization Plan Rates
   b. Approval of the 2018 Preferred Provider Organization Plan Rates

Kathy Donneson

6. Approval of 2018 Medical and Pharmacy Benefits for Preferred Provider Organization Health Plans

Kathy Donneson

7. Long-Term Care Contract Award

**Information Agenda Items**

Mary Anne Ashley
Yvette Fontenot
Avenue Solutions
Chris Jennings
Jennings Policy Strategies

8. Federal Health Care Policy Representative Update

Mary Anne Ashley
Tony Roda
Williams and Jensen
Tom Lussier
The Lussier Group, Inc.


Shari Little

10. State Annuitant Contribution Formula

Kathy Donneson
Richard Sun

11. Update on Transition Care Program Pilot

Kathy Donneson

12. Spousal Surcharge for Contracting Agency Member Health Benefit Contributions

Liana Bailey-Crimmins

13. Summary of Committee Direction

14. Public Comment

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**Risk and Audit Committee**

**Meeting Agenda**

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

**June 20, 2017**
9:00 am  
Or upon adjournment of the Pension & Health Benefits Committee  
Closed Session — Whichever is later

**COMMITTEE MEMBERS**
Dana Hollinger, Chair  
Priya Mathur  
Ron Lind, Vice Chair  
Bill Slaton  
Rob Feckner  
Betty Yee  
Richard Gillihan

**AGENDA**

**Open Session**  
9:00 am  
Or Upon Adjournment of the Pension & Health Benefits Committee  
Closed Session, Whichever is Later

1. Call to Order and Roll Call  
   Marlene Timberlake D’Adamo
2. Executive Report  
   Marlene Timberlake D’Adamo
3. Consent Items  
   Marlene Timberlake D’Adamo

**Action Consent Items:**

a. Approval of the February 13, 2017 Risk & Audit Committee Meeting Minutes

4. Consent Items  
   Marlene Timberlake D’Adamo

**Information Consent Items:**

a. 2017 Annual Calendar Review
b. 2018 Annual Calendar Review
c. Draft Agenda for the September 19, 2017 Risk & Audit Committee Meeting
d. Quarterly Status Report – Office of Audit Services
e. Quarterly Status Report – Enterprise Risk Management
f. Quarterly Status Report – Enterprise Compliance Activity

**Action Agenda Items**

Marlene Timberlake D’Adamo 5. Enterprise Compliance
   a. 2017-18 Enterprise Compliance Plan

Forrest Grimes 6. Enterprise Risk Management
   a. 2017-18 Enterprise Risk Management Plan

Beliz Chappuie 7. Office of Audit Services
   a. 2017-18 Office of Audit Services Plan
   b. Independent Auditor’s 2017 Annual Plan

**Information Agenda Items**

Marlene Timberlake D’Adamo 8. Enterprise Risk Management
   a. Semi-Annual Enterprise Risk Reports

Forrest Grimes 9. Summary of Committee Direction

10. Public Comment

**Closed Session**

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

1. Call to Order and Roll Call

**Action Agenda Items**

Beliz Chappuie 2. Approval of the February 13, 2017 Risk & 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

Marlene Timberlake D’Adamo 5. Personnel, Employment and Performance – Investment Director
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Meeting Agenda

Performance, Compensation & Talent Management Committee

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

June 20, 2017
1:00 pm
Or upon adjournment of the Pension & Health Benefits Committee — Whichever is later

COMMITTEE MEMBERS
Michael Bilbrey, Chair
Richard Costigan, Vice Chair
John Chiang
Richard Gillihan
Dana Hollinger
Ron Lind
Theresa Taylor

AGENDA
Closed Session
1:00 pm
Or upon adjournment of the Pension & Health Benefits Committee — Whichever is later
(Government Code sections 11126(a)(1) and (g)(1))

1. Call to Order and Roll Call

Action Consent Item
Tina Campbell

2. Approval of the February 14, 2017 Performance, Compensation & Talent Management Committee Closed Session Meeting Minutes

Action Agenda Item
Marcie Frost
Ted Eliopoulos

3. 2017-18 Incentive Plans of the Chief Executive Officer & Chief Investment Officer

Open Session
2:00 pm
Or Upon Adjournment or Recess of Closed Session

1. Call to Order and Roll Call

Tina Campbell

2. Executive Report

Tina Campbell

3. Consent Items

Action Consent Items

a. Approval of the February 14, 2017 Performance, Compensation & Talent Management Committee Meeting Minutes
4. Consent Items

Information Consent Items

a. Annual Calendar Review

b. Draft Agenda for the September 19, 2017
   Performance, Compensation & Talent Management
   Committee Meeting

Action Agenda Items

Tina Campbell 5. 2017-18 Incentive Plans of the Chief Executive Officer
and Chief Investment Officer

Tina Campbell 6. Biennial Salary Survey

Information Agenda Items

Tina Campbell 7. Summary of Committee Direction

Tina Campbell 8. Public Comment

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   during those meetings.
Finance and Administration Committee
Meeting Agenda

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

June 21, 2017
8:30 am

COMMITTEE MEMBERS

Richard Costigan, Chair
Theresa Taylor, Vice Chair
John Chiang
JJ Jelincic

Henry Jones
Bill Slaton
Betty Yee

AGENDA

Open Session
8:30 am

1. Call to Order and Roll Call

Marlene Timberlake D’Adamo 2. Executive Report

Marlene Timberlake D’Adamo 3. Consent Items

Action Consent Items:

a. Approval of the May 16, 2017 Finance and
   Administration Meeting Minutes

Marlene Timberlake D’Adamo 4. Consent Items

Information Consent Items:

a. 2017 Annual Calendar Review
b. 2018 Annual Calendar Review
c. Draft Agenda for the September 19, 2017 Finance
   and Administration Committee Meeting

Information Agenda Items

5. Program Administration

Kim Malm

a. Addition of Provision to CalPERS’ Contracts
   Encouraging Management Neutrality in Labor
Organizing Activities

Marlene Timberlake D’Adamo

6. Summary of Committee Direction

7. Public Comment

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Board of Administration
Meeting Agenda

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

June 21, 2017
9:00 am
Or upon adjournment of the
Finance & Administration Committee
— Whichever is later

BOARD MEMBERS

Rob Feckner, President
Richard Gillihan
Bill Slaton
Henry Jones, Vice President
Dana Hollinger
Theresa Taylor
Michael Bilbrey
JJ Jelincic
Betty Yee
John Chiang
Ron Lind
Richard Costigan
Priya Mathur

AGENDA

Closed Session
9:00 a.m.
Or Upon Adjournment of the Finance & Administration Committee, Whichever is Later
(Government Code sections 11126(a)(1), (e), and (g)(1))

Matthew Jacobs
1. Litigation Matters
   a. Centinela Capital Partners, LLC v. CalPERS, et al. (Los Angeles Superior Court, No. BC504309); Baez v. CalPERS, et al. (Los Angeles Superior Court, No. BC498010)
   b. Sanchez, et al. v. CalPERS, et al. (Los Angeles County Superior Court, Case No. BC517444)

2. Personnel Matters
   a. 2017-18 Performance Plans of the Chief Executive Officer & Chief Investment Officer
   b. Chief Executive Officer’s Briefing on Performance, Employment, and Personnel Items

Tina Campbell
Marcie Frost

Open Session
10:00 am
Upon Adjournment or Recess of Closed Session

Rob Feckner
1. Call to Order and Roll Call
2. Pledge of Allegiance

3. Board President’s Report

4. Executive Reports
   a. Chief Executive Officer’s Report (Oral)
   b. Chief Investment Officer’s Report (Oral)

5. Consent Items
   **Action Consent Items:**
   a. Approval of the May 17, 2017 Board of Administration Meeting Minutes
   b. Board Travel Approvals

6. Consent Items
   **Information Consent Items:**
   a. Board Agenda Item Calendar 2017
   b. Draft Agenda for the August 16, 2017 Board of Administration Meeting
   c. General Counsel’s Report
   d. Communications and Stakeholder Relations

7. Committee Reports and Actions
   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**

   a. Neil S. Hashiba
   b. Juanita Coleman
   c. Angela Hazewood
d. Linda Martinez  
e. Michael Marlow  
f. Steven E. Slezak  
g. Daniel Francisco  
h. Fernando Machado  
i. Douglas Yount  
j. Edelma Campos  
k. Mikal Sandoval  
l. Mark Summerhays  
m. Robert Pinkston  
n. Celeste Albanez  
o. Kareemah M. Bradford  
p. Tammy Sulzer  
q. Farid Z.  
r. Joanne H. Reynolds  
s. Bertha A. Chapula-Sanchez  

Rob Feckner  

9. Petitions for Reconsideration  
a. Ben Isla  
b. Staci Campbell  
c. Brooke R. Moore  
d. Kevin Peterson  
e. William F. Roth (dec.) (Marilyn A. Roth, spouse)  
f. Doris Pondexter  
g. Mary Hendrix  

Information Agenda Items  

Mary Anne Ashley  

10. State and Federal Legislation Update  

Marcie Frost  

11. Summary of Board Direction  

12. Public Comment  

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