CALIFORNIA PUBLIC EMPLOYEES’ RETIREMENT SYSTEM
BOARD OF ADMINISTRATION
FINANCE & ADMINISTRATION COMMITTEE

MINUTES OF MEETING

June 21, 2017

The Finance & Administration Committee met on June 21, 2017, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 8:30 a.m. and the following members were present:

Richard Costigan, Chair
Theresa Taylor, Vice Chair
Jeree Glasser-Hedrick for John Chiang
JJ Jelincic
Henry Jones
Bill Slaton
Karen Greene-Ross for Betty Yee

Other Board Member(s):

Michael Bilbrey
Rob Feckner
Richard Gillihan
Dana Hollinger
Ron Lind

AGENDA ITEM 2 - EXECUTIVE REPORT

Marlene Timberlake D’Adamo, Interim Chief Financial Officer, presented the oral report to the Committee.

AGENDA ITEM 3 – ACTION CONSENT ITEMS

Ms. Timberlake D’Adamo presented the Action Consent Item to the Committee for approval.
On MOTION by Henry Jones, SECONDED by JJ Jelincic, and CARRIED, the Committee approved the Action Consent Item.

AGENDA ITEM 4 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 5a – ADDITION OF PROVISION TO CALPERS’ CONTRACTS ENCOURAGING MANAGEMENT NEUTRALITY IN LABOR ORGANIZING ACTIVITIES

Kim Malm, Chief, Operations Support Services Division, presented the Addition of Provision to CalPERS’ Contracts Encouraging Management Neutrality in Labor Organizing Activities as an Action Item.

Public comment was heard from the following:

Brian Allison, American Federation of State, County, and Municipal Employees
Terry Brennand, Service Employees International Union of California
Tristan Brown, California Federation of Teachers
Sara Flocks, California Labor Federation
Pat Whalen, United Nurses Association of California & Union of Health Care Professionals

On MOTION by Jeree Glasser-Hedrick for John Chiang, SECONDED by Theresa Taylor, the Committee recommended the Board approve the staff’s recommendation, excluding investment contracts, reflecting that CalPERS recognizes the value of labor organizing and encourages the entities with which it contracts to demonstrate that they also value this principle by encouraging management neutrality with respect to labor organizing activities.

To remain “neutral” means not to take any action or make any statement that will directly or indirectly state or imply any support for or opposition to the selection by the Contractor’s employees of a collective bargaining agent, or preference or opposition to any particular union as a bargaining agent. Nothing in this section obligates or prohibits the Contractor from entering into private neutrality, labor peace, or other lawful agreements with a labor organization seeking to represent or who currently represents the Contractor’s employees.

The Chair requested a roll call vote.

An electronic vote was taken:
Jeree Glasser-Hedrick for John Chiang YES
Richard Costigan
JJ Jelincic NO
Henry Jones YES
Bill Slaton  
Theresa Taylor  
Karen Greene-Ross for Betty Yee

Bill Slaton  
Theresa Taylor  
Karen Greene-Ross for Betty Yee

Final vote was 4 YES, 2 NO. The motion CARRIED.

AGENDA ITEM 6 – SUMMARY OF COMMITTEE DIRECTION

The chair directed to bring back in August a memo for distribution, if possible, that summarizes the updates of the legal cases raised by the Controller's Office.

AGENDA ITEM 10 – PUBLIC COMMENT

There was no public comment.

The meeting of the Finance & Administration Committee was adjourned at 9:17 a.m.

The next Finance & Administration Committee meeting is scheduled for September 19, 2017, in Sacramento, California.

Prepared by: Tanya Black  
Committee Secretary

Date: _____________________  
MARLENE TIMBERLAKE D’ADAMO  
INTERIM CHIEF FINANCIAL OFFICER