Circular Letter

November 3, 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 November 13 through 15, 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, November 13, 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. Asset Liability Management (ALM) Workshop (Room 1140)

**Tuesday, November 14, 2017**

- 9:00 a.m. Pension & Health Benefits Committee
- 1:00 p.m. Finance & Administration Committee
- 3:00 p.m. Risk & Audit Committee

**Wednesday, November 15, 2017**

- 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. 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

November 13, 2017
8:30 am

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 1. Chief Executive Officer’s Briefing on Performance,
8:30 am 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. (Cal. Code Regs. tit. 2, § 552.1.)
Robert F. Carlson Auditorium  
Lincoln Plaza North  
400 P Street  
Sacramento, CA  

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.  
Ted Eliopoulos

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

(Government Code sections 11126(a)(1) and (c)(16))

1. Chief Investment Officer's Briefing on Market and Personnel Items

Open Session  
9:00 a.m.  
Ted Eliopoulos

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

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 September 18, 2017 Investment Committee Meeting Minutes

Ted Eliopoulos  

4. Consent Items

Information Consent Items:

a. Annual Calendar Review

b. Draft Agenda for December 18, 2017 Investment Committee Meeting

c. Monthly Update – Performance and Risk

d. Monthly Update – Investment Compliance

e. Federal Investment Policy Representative Update

Meeting Agenda  
Investment Committee  
Page 1 of 3
Action Agenda Items

5. Policy & Delegation
   a. Public Asset Class Investment Policies – Second Reading

Information Agenda Items

6. Program Reviews
   a. Private Equity Annual Program Review

   b. Consultant Review of the Private Equity Program

   c. Real Assets Annual Program Review

   d. Consultant Review of the Real Assets Program

7. Summary of Committee Direction

8. 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 September 18, 2017 Investment Committee Closed Session Minutes
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

4. Asset Allocation
   a. Impact of Asset Segments

5. Total Fund
   a. Private Equity: Follow up on Alternative Business Models

6. External Manager and Investment Decision Updates
   a. Private Equity
   b. Real Assets
   c. Global Equity
   d. Global Fixed Income Programs
   e. Opportunistic
   f. Trust Level Portfolio Management

7. Chief Investment Officer – Personnel, Employment and Performance

8. Investment Strategy Session with Board’s Independent Consultants

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

November 13, 2017
3:00 p.m.
Or upon adjournment of the Investment Committee Closed Session — 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
3:00 p.m.
Or Upon Adjournment of the Investment Committee Closed Session, Whichever is Later

Marcie Frost
Charles Asubonten
Ted Eliopoulos
Scott Terando
Marlene Timberlake
D’Adamo
Wylie Tollette

1. Asset Liability Management (ALM) Workshop

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Pension and Health Benefits Committee
Meeting Agenda

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

November 14, 2017
9:00 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

Open Session
9:00 am
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 September 19, 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 December 19, 2017, Pension and Health Benefits Committee Meeting
c. Federal Health Care Policy Representative Update
d. Federal Retirement Policy Representative Update
e. CalPERS Health Benefits Program Annual Report for Plan Year 2016
f. Health Plan Trend Report

Action Agenda Items

Mary Anne Ashley
Jan Falzarano
Anthony Suine
Renee Ostrander
5. State Legislative Proposal: Technical Amendments to the Public Employees' Retirement Law (PERL)
Information Agenda Items

Liana Bailey-Crimmins
Donna Lum
Dr. Richard Sun
Dr. Kelly Pfeifer
California Health Care Foundation
Liana Bailey-Crimmins
John Prince
Chief Executive Officer
OptumRx
Liana Bailey-Crimmins

6. Review of Pension and Health Benefits Committee Risk Profiles

7. Curbing the Opioid Epidemic in California

8. OptumRx Customer Service

9. Summary of Committee Direction

10. Public Comment

Closed Session

Upon Adjournment or Recess of Open Session
(Government Code Section 11126(c)(17))

Liana Bailey-Crimmins

1. Call to Order and Roll Call

Liana Bailey-Crimmins

2. Approval of the September 19, 2017, Pension and Health Benefits Committee Closed Session Meeting Minutes

Liana Bailey-Crimmins
Gary McCollum

3. 2019 Health Plan Rate Negotiation Strategy – Risk Adjustment

Notes

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Finance and Administration Committee
Meeting Agenda

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

November 14, 2017
1:00 p.m.
Or upon adjournment of the
Pension & Health Benefits Committee
Closed Session—Whichever is later

COMMITTEE MEMBERS
Richard Costigan, Chair
Theresa Taylor, Vice Chair
John Chiang
JJ Jelincic
Henry Jones
Bill Slaton
Betty Yee

AGENDA

Open Session
1:00 p.m.
Or Upon Adjournment of the Pension & Health Benefits
Committee Closed Session, Whichever is Later

1. Call to Order and Roll Call
Charles Asubonten

2. Executive Report
Charles Asubonten

3. Consent Items

Action Consent Items:

a. Approval of the September 19, 2017
   Finance & Administration Meeting Minutes
Charles Asubonten

4. Consent Items

Information Consent Items:

a. 2017 Annual Calendar Review
b. 2018 Annual Calendar Review
c. Draft Agenda for the December 19, 2017 Finance &
   Administration Committee Meeting
d. 2016-17 Year-End Budget and Expenditure Report

Action Agenda Items

5. Accounting, Financial Reporting, and Budgeting
Charles Asubonten
Kristin Montgomery

a. 2016-17 Basic Financial Statements
Charles Asubonten
b. 2017-18 Mid-Year Budget (First Reading)
6. Actuarial Reporting
   a. Proposed Regulation for Employer Actuarial Liability
      Significant Increase

7. Program Management
   a. State Legislative Proposal: Technical Amendments
to the Public Employees’ Retirement Law (PERL)

Information Agenda Items

8. Actuarial Reporting
   a. Review of Actuarial Assumptions
   b. Amortization Policy (First Reading)
   c. Semi-Annual Health Plan Financial Report

9. Risk Management
   a. Review of Finance and Administration Committee
      Risk Profiles

Charles Asubonten

10. Summary of Committee Direction

11. Public Comment

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   during those meetings.
Risk and Audit Committee
Meeting Agenda

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

November 14, 2017
3:00 pm
Or upon adjournment of the
Finance & Administration Committee —
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
3:00 p.m.
Or Upon Adjournment of the Finance & Administration Committee, Whichever is Later

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 September 19, 2017 Risk & Audit Committee 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 February 13, 2018 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 Items

Beliz Chappuie  
Caroline Walsh, David  
Bullock, Debbie Chan,  
Macias Gini & O’Connell

5. Audit  
a. Independent Auditor’s Report – Fiscal Year 2016-17  
b. Review of Independent Auditor’s Management Letter

Information Agenda Items

Forrest Grimes  

6. Enterprise Risk Management  
a. Enterprise Risk Management Framework Review

Marlene Timberlake D’Adamo  

7. Summary of Committee Direction

8. 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 Consent Agenda Items

2. Approval of the September 19, 2017 Risk & Audit Committee Closed Session Meeting Minutes

Information Agenda Items

Beliz Chappuie  

3. Personnel, Employment and Performance – Chief Auditor

Marlene Timberlake D’Adamo  

4. Personnel, Employment and Performance – Chief Compliance Officer

Kit Crocker  

5. Personnel, Employment and Performance – Investment Director

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Board of Administration
Meeting Agenda

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

November 15, 2017
9:00 a.m.
Or upon adjournment of the
Closed Session — 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
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 a.m.
Or Upon Adjournment of the Closed Session,
Whichever is Later

1. Call to Order and Roll Call
Rob Feckner

2. Pledge of Allegiance
Rob Feckner

3. Board President’s Report
Rob Feckner

4. Executive Reports

Marcie Frost

5. Consent Items
a. Chief Executive Officer’s Report (Oral)

Rob Feckner

Action Consent Items:

a. Approval of the September 20, 2017 Board of
Administration Meeting Minutes

b. Board Travel Approvals

6. Consent Items
Information Consent Items:

a. Board Meeting Calendar
b. Draft Agenda for the December 20, 2017 Board of Administration Meeting
c. General Counsel’s Report
d. Communications and Stakeholder Relations

7. Committee Reports and Actions

Henry Jones  
a. Investment Committee (Oral)

Priya Mathur  
b. Pension & Health Benefits Committee (Oral)

Richard Costigan  
c. Finance & Administration Committee (Oral)

Michael Bilbrey  
d. Performance, Compensation & Talent Management Committee (Oral)

Dana Hollinger  
e. Risk & Audit Committee (Oral)

Theresa Taylor  
f. Board Governance Committee (Oral)

Action Agenda Items

Rob Feckner  

a. William Grizzell
b. Dennis Martinez
c. Reymund Dheming
d. Nam Luu
e. Jojo Marin
f. William Gore
g. Susan L. Carson
h. Joseph Cirilo
i. Carole M. Allen
j. Gloria A. Lugo
k. Kemyatta Harris
l. Justin Z. Hendee
m. Armando M. Rocha
n. Joseph Buchanan

Rob Feckner  
9. Petitions for Reconsideration

a. Hossein Sotoodeh-Tehrani
Rob Feckner  10. Designation of Precedential Decision – Kareemah Bradford

11. Superior Court Remand
   a. Edith Davenport
   b. Gordon Sonne

Information Agenda Items

Marcie Frost  12. Enterprise Performance Reporting – First Quarter Update

Mary Anne Ashley  13. State and Federal Legislation Update

Marcie Frost  14. Summary of Board Direction

Marcie Frost  15. Public Comment

Closed Session

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

Rob Feckner  1. Call to Order and Roll Call

2. Approval of the September 20, 2017 Board of Administration Closed Session Meeting Minutes

Matthew Jacobs  3. Litigation Matters
   a. Cal Fire Local 2881 v. CalPERS, Case No. S239958 (Cal. Supreme Court)
   b. Sanchez, et al. v. CalPERS, et al. (Los Angeles County Superior Court, Case No. BC517444)

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