



California Public Employees' Retirement System
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www.calpers.ca.gov

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Circular Letter

December 8, 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 December 18 through 20, 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, December 18, 2017

8:30 a.m.	Board of Administration (<i>Closed Session Only</i>)
8:45 a.m.	Investment Committee (<i>Closed Session Only</i>)
9:00 a.m.	Investment Committee
1:00 p.m.	Board Governance Committee

Tuesday, December 19, 2017

8:00 a.m.	Pension & Health Benefits Committee
11:00 a.m.	Finance & Administration Committee
1:00 p.m.	Performance, Compensation & Talent Management Committee

Wednesday, December 20, 2017

8:30 a.m.	Board of Administration (<i>Closed Session Only</i>)
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

December 18, 2017
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 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

December 18, 2017
9:00 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.

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
Ted Eliopoulos

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 November 13, 2017
Investment Committee Meeting Minutes

4. Consent Items

Information Consent Items:

- a. Annual Calendar Review
- b. Draft Agenda for February 12, 2018 Investment Committee Meeting
- c. Monthly Update – Performance and Risk
- d. Monthly Update – Investment Compliance
- e. Legislation – Federal Investment Policy Representative Update



- f. Report on Alternative Investments (AB 2833)
- g. Report to the Legislature - California Divest from Iran Act and Sudan Act Compliance

Action Agenda Items

- 5. Asset Allocation
 - a. Selection of Strategic Asset Allocation for the Public Employees' Retirement Fund
- 6. Investment Manager Engagement Programs
 - a. Annual Report to the California Legislature – CalPERS Emerging Manager Five-Year Plan

Eric Baggesen

Clinton Stevenson

Information Agenda Items

- 7. Total Fund
 - a. Consultant Review of CalPERS' Divestments
 - b. Responsible Contractor Policy Program Annual Report
 - c. Investment Office Roadmap and Target Operating Model Update
- 8. Summary of Committee Direction
- 9. Public Comment

Daniel Ingram,
Wilshire Associates Consulting

Carrie Douglas-Fong

Wylie Tollette

Ted Eliopoulos

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

Ted Eliopoulos

Action Consent Items:

- a. Approval of the November 13, 2017 Investment Committee Closed Session Meeting 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

Ted Eliopoulos
John Cole

Sarah Corr
Paul Mouchakkaa
Dan Bienvenue
Curtis Ishii
Kevin Winter
Eric Baggesen

4. Total Fund
 - a. Private Equity: Follow up on Alternative Business Models
5. 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
6. Investment Strategy Session with the Board's Independent Consultants

Notes

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



Board Governance Committee Meeting Agenda

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

December 18, 2017
1:00 pm
Or upon adjournment of the
Investment Committee Closed Session —
Whichever is later

COMMITTEE MEMBERS

Theresa Taylor, Chair
Priya Mathur, Vice Chair
Michael Bilbrey
Rob Feckner

Dana Hollinger
Henry Jones
Bill Slaton

AGENDA

Open Session
1:00 p.m.

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

Matthew Jacobs
Matthew Jacobs

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

Action Consent Items:

Matthew Jacobs
Matthew Jacobs

- a. Approval of the August 15, 2017 Board Governance
Committee Meeting Minutes
4. Consent Items

Information Consent Items:

- a. Annual Calendar Review

Action Agenda Items

Matthew Jacobs

5. Schedule for 2018 Board Meetings

Information Agenda Items

Matthew Jacobs
Theresa Taylor

6. Board Education Program – Attendance Reporting and
2018 Program Schedule
7. Follow-up to Parliamentary Training at July 2017 Offsite

Matthew Jacobs

8. Summary of Committee Direction

9. Public Comment

Notes

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Pension and Health Benefits Committee Meeting Agenda

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

December 19, 2017
8:00 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 8:00 am

Liana Bailey-Crimmins
Donna Lum

Liana Bailey-Crimmins

Liana Bailey-Crimmins

Jan Falzarano

1. Call to Order and Roll Call

2. Executive Report(s)

3. Consent Items

Action Consent Items:

- a. Approval of the November 14, 2017, Pension and Health Benefits Committee Meeting Minutes

4. Consent Items

Information Consent Items:

- a. Annual Calendar Review
- b. Draft Agenda for February 13, 2018, Pension and Health Benefits Committee Meeting
- c. Legislation – Federal Health Care Policy Representative Report
- d. Legislation – Federal Retirement Policy Representative Report

Action Agenda Items

- 5. Final Proposed Amended Regulation for Normal Retirement Age

Information Agenda Items

Donna Lum
Anthony Suine
Sabrina Hutchins

Kathy Donneson
Melissa Mantong

Kathy Donneson

Liana Bailey-Crimmins

6. Enterprise Performance Reporting – Update on Customer Services & Support Strategic Measures and Key Performance Indicators
7. Prescription Drugs Utilization and Cost Trends
8. CalPERS PPO Plans: Optimizing Health Care Benefits and Outcomes
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

Kathy Donneson
Gary McCollum

Kathy Donneson
Victoria Eberle

1. Call to Order and Roll Call
2. Approval of the November 14, 2017, Pension and Health Benefits Committee Closed Session Meeting Minutes
3. 2019 Health Plan Rate Negotiation Strategy – Risk Adjustment
4. 2019-23 HMO Health Plan Solicitation

Notes

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Finance and Administration Committee Meeting Agenda

Robert F. Carlson Auditorium

Lincoln Plaza North
400 P. Street
Sacramento, CA

December 19, 2017

11:00 a.m.

Or upon adjournment of the
Pension & Health Benefits Committee —
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**

11:00 a.m.

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

Charles Asubonten

Charles Asubonten

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

Action Consent Items:

- a. Approval of the November 14, 2017
Finance & Administration Meeting Minutes
- b. Semi-Annual Contracting Prospective Report
- c. Contracts Administration: Affirmation of Investment
Manager Contracts Without Defined Duration

Charles Asubonten

4. Consent Items

Information Consent Items:

- a. 2017 Annual Calendar Review
- b. 2018 Annual Calendar Review
- c. Draft Agenda for the February 13, 2018
Finance & Administration Committee Meeting

Action Agenda Items

- Charles Asubonten
5. Accounting, Financial Reporting, and Budgeting
- a. 2017-18 Mid-Year Budget Revisions (Second Reading)
6. Legislative Proposals
- a. Service Credit Purchase, Tier Conversion, and Redeposits
- b. Proposed Modifications to the Replacement Benefit Plan: Elimination of Replacement Benefit Fund
- Brad Pacheco
Mary Ann Ashley
Donna Lum
Don Martinez
Brad Pacheco
Mary Ann Ashley
Anthony Suine
Jan Falzarano
7. Actuarial Reporting
- a. Review of Actuarial Assumptions and Discount Rate Selection
- Scott Terando
Randy Dziubek

Information Agenda Items

8. Program Management
- a. Reporting on Participating Employers
- b. Health Care Administrative Expenses
- Charles Asubonten
Arnita Paige
Andy Nguyen
- Liana Bailey-Crimmins
Rob Jarzombek
9. Summary of Committee Direction
- Charles Asubonten
10. 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

December 19, 2017

1:00 pm

Or upon adjournment of the
Finance & Administration Committee
— Whichever is later

COMMITTEE MEMBERS

Michael Bilbrey, Chair
Richard Costigan, Vice Chair
John Chiang
Richard Gillihan

Dana Hollinger
Ron Lind
Theresa Taylor

AGENDA

Open Session
1:00 p.m.

Or Upon Adjournment of the Finance & Administration
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 September 19, 2017
Performance, Compensation & Talent Management
Committee Meeting Minutes

Doug Hoffner

4. Consent Items

Information Consent Items:

- a. Annual Calendar Review
- b. Draft Agenda for the February 13, 2018
Performance, Compensation & Talent Management
Committee Meeting



Information Agenda Items

Eric Gonzaga,
Grant Thornton LLP

5. Executive Compensation Consultant Review: Incentive Metrics, Discretionary Modifier, and Outstanding Recommendations

Doug Hoffner

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

December 20, 2017**9:00 a.m.**

Or upon adjournment of the
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

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

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

Marcie Frost

a. Chief Executive Officer's Report (Oral)

Rob Feckner

5. Consent Items

Action Consent Items:

a. Approval of the November 15, 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 February 14, 2018 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)

Henry Jones

Priya Mathur

Richard Costigan

Michael Bilbrey

Dana Hollinger

Theresa Taylor

Action Agenda Items

- 8. Proposed Decisions of Administrative Law Judges
 - a. Laura Hauptert
 - b. James A. Jenkins
 - c. Carla M. Sims-Cardwell
 - d. Kevin Venema
 - e. George Whaite
 - f. Gabriel Santos
 - g. Jayne Bartholme
 - h. Jenetta Thompson
 - i. Bruce A. Weiglein
 - j. Stephen G. Blake
 - k. Johnny E. Palmer
 - l. Juliana D. Carvajal
 - m. David A. Hall
 - n. Muriel McKenzie
 - o. Irene E. Ramos

Rob Feckner

- 9. Precedential Decision Designation
 - a. Sherrie L. Benson

Rob Feckner

10. Petitions for Reconsideration

- a. Justin Z. Hendee
- b. Dennis Martinez
- c. Joseph Buchanan
- d. Gloria Lugo
- e. Carole Allen
- f. Reymund Dheming

Information Agenda Items

Mary Anne Ashley

11. State and Federal Legislation Update

Marcie Frost

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))

Rob Feckner

- 1. Call to Order and Roll Call
- 2. Approval of the November 15, 2017 Board of Administration Closed Session Meeting Minutes

Matthew Jacobs

- 3. Litigation Matters
 - a. Sanchez, et al. v. CalPERS, et al. (Los Angeles County Superior Court, Case No. BC517444)

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