Circular Letter

April 6, 2018

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 April 16 through 18, 2018. 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, April 16, 2018**

- 8:30 a.m. Board of Administration *(Closed Session Only)*
- 9:00 a.m. Investment Committee

**Tuesday, April 17, 2018**

- 9:00 a.m. Finance & Administration Committee
- 11:00 a.m. Pension & Health Benefits Committee

**Wednesday, April 18, 2018**

- 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

April 16, 2018
8:30 am

BOARD MEMBERS

Priya Mathur, President
Rob Feckner, Vice President
Margaret Brown
John Chiang
Richard Costigan

Richard Gillihan
Dana Hollinger
Henry Jones
David Miller
Ramon Rubalcava

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 Presiding Officer. (Cal. Code Regs. tit. 2, § 552.1.)
Robert F. Carlson Auditorium  
Lincoln Plaza North  
400 P Street  
Sacramento, CA  

April 16, 2018  
9:00 a.m.  
Or upon adjournment of the  
Closed Session — Whichever is later

COMMITTEE MEMBERS

Henry Jones, Chair  
Richard Costigan, Vice Chair  
Margaret Brown  
John Chiang  
Rob Feckner  

Richard Gillihan  
Dana Hollinger  
Priya Mathur  
David Miller  
Ramon Rubalcava  

Bill Slaton  
Theresa Taylor  
Betty Yee

AGENDA

Open Session  
9:00 a.m.  
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 March 19, 2018 Investment Committee Meeting Minutes  
Ted Eliopoulos

4. Consent Items  

Information Consent Items:

a. Annual Calendar Review  

b. Draft Agenda for May 14, 2018 Investment Committee Meeting  

Ted Eliopoulos

c. Monthly Update – Performance and Risk  

b. Monthly Update – Investment Compliance  

Action Agenda Items

5. Asset Allocation  

Christine Reese  
Alison Li  

a. Affiliate Trust Asset Allocation Review:  
Supplemental Income Plans
Information Agenda Items

6. Total Fund
   a. Dual Class/Non-Voting Shares Update and Debate
   b. Proposed Revisions to Governance and Sustainability Principles
   c. Corporate Governance Update: Proxy Voting, Shareowner Campaigns and Corporate Engagement

Ted Eliopoulos

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
   Ted Eliopoulos

2. Consent Items
   Action Consent Items:
   a. Approval of the March 19, 2018 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

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

John Cole

5. External Manager and Investment Decision Updates
   a. Private Equity
   b. Real Assets
   c. Global Equity
   d. Global Fixed Income Programs
   e. Opportunistic

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

f. Trust Level Portfolio Management

6. 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.
Finance and Administration Committee
Meeting Agenda

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

April 17, 2018
9:00 a.m.

COMMITTEE MEMBERS
Theresa Taylor, Chair
Richard Costigan, Vice Chair
Rob Feckner
Richard Gillihan

Henry Jones
David Miller
Betty Yee

AGENDA

Open Session
9:00 am

1. Call to Order and Roll Call
   Charles Asubonten

2. Executive Report
   Charles Asubonten

3. Consent Items
   Charles Asubonten

   Action Consent Items:
   a. Approval of the February 13, 2018
      Finance & Administration Meeting Minutes
   b. Semi-Annual Contracting Prospective Report
   c. Valuation Report for the 1959 Survivor Benefit
      Program

4. Consent Items
   Charles Asubonten

   Information Consent Items:
   a. 2018 Annual Calendar Review
   b. 2019 Annual Calendar Review
c. Draft Agenda for the May 15, 2018
Finance & Administration Committee Meeting

d. Semi-Annual Financial Reporting

e. Semi-Annual Budget and Expenditure Report

**Action Agenda Items**

5. Accounting, Financial Reporting & Budgeting
   a. 2018-19 Annual Budget Proposal (First Reading)

6. Program Administration
   a. Annual Review of Board Member Employer
      Reimbursements
   b. Dell/EMC IT Contract Extension – Disaster
      Recovery
   c. Proposed Board of Administration Election
      Regulation and Public Hearing (**9:00 a.m. TIME
      CERTAIN**) 

7. Actuarial Reporting
   a. State Valuation and Employer/Employee
      Contribution Rates
   b. Schools Valuation and Employer/Employee
      Contribution Rates

**Information Agenda Items**

8. Program Administration
   b. Reporting on Participating Employers

9. Actuarial Reporting
   a. Long-Term Care Valuation Report

10. Summary of Committee Direction
11. 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

April 17, 2018
11:00 am
Or upon adjournment of the
Finance & Administration Committee — Whichever is later

COMMITTEE MEMBERS

Rob Feckner, Chair
Priya Mathur
Theresa Taylor, Vice Chair
David Miller
John Chiang
Bill Slaton
Richard Gillihan
Betty Yee
Henry Jones

AGENDA

Open Session
11:00 am
Or upon adjournment of the Finance & Administration 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 March 20, 2018, Pension and Health Benefits Committee Meeting Minutes

Liana Bailey-Crimmins

4. Consent Items

Information Consent Items:

a. Annual Calendar Review
b. Draft Agenda for May 15, 2018, Pension and Health Benefits Committee Meeting

Liana Bailey-Crimmins
Karen Páleš

5. Health Beliefs – Second Reading

Action Agenda Items
Information Agenda Items

Kathy Donneson 6. Strategy for Reference Pricing Pharmaceuticals by Therapeutic Class (Pilot)

Kathy Donneson 7. Preferred Provider Organization (PPO) 2018 Benefit Design Update and Benefit Proposals for 2019

Liana Bailey-Crimmins 8. Summary of Committee Direction

Liana Bailey-Crimmins 9. 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

Kathy Donneson 2. Approval of the March 20, 2018, Pension and Health Benefits Committee Closed Session Meeting Minutes


Shari Little 4. Health Plan Trend and Impact to Rates Report

Shari Little 5. Health Plan Rate Negotiation Strategy

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

April 18, 2018
9:00 a.m.
Or upon adjournment of the Closed Session — Whichever is later

BOARD MEMBERS
Priya Mathur, President
Rob Feckner, Vice President
Margaret Brown
John Chiang
Richard Costigan
Richard Gillihan
Dana Hollinger
Henry Jones
David Miller
Ramon Rubalcava
Bill Slaton
Theresa Taylor
Betty Yee

Closed Session
8:30 a.m.
(Government Code sections 11126 (a)(1), (e), and (g)(1))
1. Chief Executive Officer’s Briefing on Performance, Employment, and Personnel Issues
2. Committee Reports and Actions
   a. Pension & Health Benefits Committee

Open Session
9:00 a.m.
Or Upon Adjournment of the Closed Session, Whichever is Later

Priya Mathur
1. Call to Order and Roll Call

Priya Mathur
2. Pledge of Allegiance

Priya Mathur
3. Board President’s Report
4. Executive Report
   a. Chief Executive Officer’s Report (Oral)

Marcie Frost
5. Consent Items

Action Consent Items:
   a. Approval of the March 21, 2018 Board of Administration Meeting Minutes
   b. Board Travel Approvals
6. Consent Items

**Information Consent Items:**

a. Board Meeting Calendar

b. Draft Agenda for the May 16, 2018 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)

Rob Feckner
b. Pension & Health Benefits Committee (Oral)

Theresa Taylor
c. Finance & Administration Committee (Oral)

Bill Slaton
d. Performance, Compensation & Talent Management Committee (Oral)

Dana Hollinger
e. Risk & Audit Committee (Oral)

Priya Mathur
f. Board Governance Committee (Oral)

**Action Agenda Items**

Matthew Jacobs
8. Approval of Committee Delegations

Priya Mathur

a. Juana Amaya

b. A. S., a minor (initials only – per court order)

c. Michelle L. Schaefer

d. Larry L. Hedrick

e. George Jamgotchian

f. Paul J. Reisman

g. Donald R. Coontz, Jr.

Priya Mathur
10. Petitions for Reconsideration

a. Arrickia McDaniel

b. Hector F. Gonzalez

c. John Brennan

11. Full Board Hearing

a. Denise C. Patten
Closed Session

Deliberate on Full Board Hearing (Government Code section 11126(c)(3))

b. Denise C. Patten

Open Session

Take Action in Full Board Hearing

c. Denise C. Patten

Information Agenda Items

Mary Anne Ashley 12. State and Federal Legislation Update
Marcie Frost 13. Summary of Board Direction
14. Public Comment

Closed Session

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

Priya Mathur 1. Call to Order and Roll Call
2. Approval of the March 21, 2018 Board of Administration Closed Session Meeting Minutes

Matthew Jacobs 3. Litigation Matter

a. Marzec, et al. v. California Public Employees’ Retirement System (CalPERS), et al. (Los Angeles County Superior Court Case No. BC461887 and Consolidated Case No. BC480695).

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