



California Public Employees' Retirement System
P.O. Box 942701 | Sacramento, CA 94229-2701
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www.calpers.ca.gov

Board of Administration Circular Letter

December 7, 2018
Circular Letter: 310-067-18
Distribution: I, IIA

To: Employers Covered by CalPERS, Employee Organizations and Other
Interested Parties

Subject: **MEETING NOTICE OF THE CALPERS BOARD OF ADMINISTRATION**

The Board of Administration of the California Public Employees' Retirement System (CalPERS) and its committees will meet on December 17 through 19, 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, December 17, 2018

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

Tuesday, December 18, 2018

8:00 a.m. Pension & Health Benefits Committee (Closed Session)
8:30 a.m. Pension & Health Benefits Committee
9:30 a.m. Performance, Compensation, & Talent Management Committee
1:00 p.m. Finance & Administration Committee

Wednesday, December 19, 2018

8:30 a.m. Board of Administration (*Closed Session*)
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

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 17, 2018

8:30 a.m.

Board Members

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

Dana Hollinger
Adria Jenkins-Jones
Henry Jones
David Miller
Ramon Rubalcava

Bill Slaton
Theresa Taylor
Betty Yee

Closed Session

8:30 a.m.

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.)



Investment Committee Meeting Agenda

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 17, 2018

9:00 a.m.

Or upon adjournment or Recess of the Board Closed Session – Whichever is later

Committee Members

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

Dana Hollinger
Adria Jenkins-Jones
Priya Mathur
David Miller
Ramon Rubalcava

Bill Slaton
Theresa Taylor
Betty Yee

Open Session

9:00 a.m.

Or upon adjournment or Recess of the Board Closed Session – Whichever is later

Item

1. Call to Order and Roll Call
2. Approval of the December 17, 2018 Investment Committee Timed Agenda
3. Executive Report – Chief Investment Officer Briefing – Eric Baggesen
4. **Action Consent Item** – Eric Baggesen
 - a. Approval of the November 13, 2018 Investment Committee Open Session Meeting Minutes
5. **Information Consent Items** – Eric Baggesen
 - a. Annual Calendar Review
 - b. Draft Agenda for the February 19, 2019 Investment Committee Meeting
 - c. Monthly Update – Performance and Risk
 - d. Monthly Update – Investment Compliance
 - e. Report on Alternative Investments (AB 2833) Fee Disclosure (Government Code Section 7514.7)
 - f. Report to the Legislature - California Public Divest from Iran Act and Sudan Act Compliance

6. **Action Agenda Item – Policy and Delegation**
 - a. Revision of Real Assets Program Policy (Infrastructure) – Paul Mouchakkaa and Kit Crocker
7. **Action Agenda Item – Independent Oversight**
 - a. Board Investment Consultant Request for Proposal - Public and Private – Eric Baggesen and Elisabeth Bourqui
8. **Information Agenda Item – Total Fund**
 - a. Consultant Review of CalPERS' Divestments – Steve Foresti, Wilshire Associates
 - b. Emerging and Transition Manager 2020 Plan Update – Clinton Stevenson and Diego Carrillo
 - c. Responsible Contractor Policy Program Annual Report – Carrie Douglas-Fong
 - d. Summary of Private Equity Business Models – John Cole
9. Summary of Committee Direction – Eric Baggesen
10. Public Comment

Closed Session

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

Item

1. Call to Order and Roll Call
2. **Action Consent Items** – Eric Baggesen
 - a. Approval of the November 13, 2018 Investment Committee Closed Session Meeting Minutes
3. **Information Consent Items** – Eric Baggesen
 - 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
4. **Information Agenda Items – Total Fund**
 - a. Update on Private Equity Business Model – John Cole
5. **Information Agenda Items – External Manager and Investment Decision Updates**
 - a. Private Equity – Sarah Corr
 - b. Real Assets – Paul Mouchakkaa
 - c. Global Equity – Dan Bienvenue
 - d. Global Fixed Income – Arnie Phillips
 - e. Opportunistic – Kevin Winter
 - f. Trust Level Portfolio Management – Eric Baggesen

6. **Information Agenda Item – Chief Investment Officer – Personnel, Employment and Performance** – Eric Baggesen
7. **Information Agenda Item – 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 Presiding Officer. (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.



Pension and Health Benefits Committee Meeting Agenda

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 18, 2018

8:00 a.m.

Committee Members

Rob Feckner, Chair
Theresa Taylor, Vice Chair
John Chiang

Adria Jenkins-Jones
Henry Jones
Priya Mathur

David Miller
Bill Slaton
Betty Yee

Closed Session

8:00 a.m.

(Government Code section 11126(c)(17))

Item

1. Call to Order and Roll Call
2. Approval of the June 19, 2018, Pension and Health Benefits Committee Closed Session Meeting Minutes
3. 2020-2024 Preferred Provider Organization (PPO) Plan Third-Party Administrator Solicitation – Kathy Donneson

Open Session

8:30 a.m.

Or upon adjournment of Closed Session – Whichever is later

Item

1. Call to Order and Roll Call
2. Approval of the December 18, 2018, Pension and Health Benefits Committee Timed Agenda
3. Executive Report – Liana Bailey-Crimmins, Donna Lum
4. **Action Consent Items** – Liana Bailey-Crimmins
 - a. Approval of the November 14, 2018, Pension and Health Benefits Committee Meeting Minutes
5. **Information Consent Items** – Liana Bailey-Crimmins
 - a. Draft Agenda for the March 18, 2019, Pension and Health Benefits Committee Meeting

b. Population Health Report

6. Action Agenda Items

- a. Evaluation of Health Regions for Public Agencies and Schools – Shari Little
- b. State Legislative Proposal: Policy and Technical Amendments to the Public Employee's Retirement Law – Danny Brown

7. Information Agenda Items

- a. Summary of Committee Direction – Liana Bailey-Crimmins
- b. Public Comment

Notes

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Performance, Compensation & Talent Management Committee Meeting Agenda

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 18, 2018

9:30 a.m.

Or upon adjournment of the Pension & Health Benefits Committee Meeting – Whichever is later

Committee Members

Bill Slaton, Chair

Richard Costigan, Vice Chair

Dana Hollinger

Adria Jenkins-Jones

Henry Jones

Priya Mathur

Ramon Rubalcava

Open Session

9:30 a.m.

Or upon adjournment of the Pension & Health Benefits Committee Meeting – Whichever is later

Item

1. Call to Order and Roll Call
2. Approval of the December 18, 2018 Performance, Compensation & Talent Management Committee Timed Agenda
3. Executive Report – Doug Hoffner
4. **Action Consent Items** – Doug Hoffner
 - a. Approval of the September 25, 2018 Performance, Compensation & Talent Management Committee Meeting Minutes
5. **Information Consent Items** – Doug Hoffner
 - a. Annual Calendar Review
 - b. Draft Agenda for the February 20, 2019 Performance, Compensation & Talent Management Committee Meeting
6. **Action Agenda Items**
 - a. Salary and Incentive Ranges for the Chief Operating Officer Position – Sharon Louie; Eric Gonzaga and Eric Myszka of Grant Thornton LLP
 - b. Pay Philosophy Discussion for Investment Management Positions – Tina Campbell; Eric Gonzaga and Eric Myszka of Grant Thornton LLP
7. **Information Agenda Items**
 - a. Summary of Committee Direction – Doug Hoffner

b. Public Comment

Notes

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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

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 18, 2018

1:00 p.m.

Or upon adjournment of the Board Governance Committee – Whichever is later

Committee Members

Theresa Taylor, Chair
Richard Costigan, Vice Chair
Rob Feckner

Adria Jenkins-Jones
Henry Jones
David Miller

Betty Yee

Open Session

1:00 p.m.

Or upon adjournment of the Board Governance Committee – Whichever is later

Item

1. Call to Order and Roll Call
2. Approval of the December 18, 2018 Finance and Administration Committee Timed Agenda
3. Executive Report – Michael Cohen
4. **Action Consent Items** – Michael Cohen
 - a. Approval of the November 14, 2018 Finance and Administration Committee Meeting Minutes
 - b. Contracts Administration: Affirmation of Investment Manager Contracts Without Defined Duration
 - c. Semi-Annual Contracting Prospective Report
 - d. 2018-19 Mid-Year Budget Revisions (2nd Reading)
5. **Information Consent Items** – Michael Cohen
 - a. Annual Calendar Review
 - b. Draft Agenda for the February 20, 2019 Finance and Administration Committee Meeting
6. **Action Agenda Items – Actuarial Reporting**
 - a. Revised Proposed Regulations for Employer Actuarial Liability Significant Increase – Randy Dziubek

7. Information Agenda Items – Program Management

- a. Reporting on Participating Employers – Arnita Paige, Andy Nguyen

8. Information Agenda Items

- a. Summary of Committee Direction – Michael Cohen
- b. Public Comment

Notes

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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.



Board of Administration Meeting Agenda

CalPERS Auditorium

Lincoln Plaza North
400 P Street
Sacramento, CA

December 19, 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

Dana Hollinger
Adria Jenkins-Jones
Henry Jones
David Miller
Ramon Rubalcava

Bill Slaton
Theresa Taylor
Betty Yee

Closed Session

8:30 a.m.

(Government Code sections 11126 (a)(1), (c)(17), (e), and (g)(1))

1. Chief Executive Officer's Briefing on Performance, Employment, and Personnel Issues
2. Committee Reports and Actions

Open Session

9:00 a.m.

Or upon adjournment of the Closed Session – Whichever is later

Item

1. Call to Order and Roll Call
2. Approval of the December 19, 2018 Board of Administration Timed Agenda
3. Pledge of Allegiance – Priya Mathur
4. Board President's Report – Priya Mathur
5. Chief Executive Officer's Report (Oral) – Marcie Frost
6. **Action Consent Items** – Priya Mathur
 - a. Approval of the November 15, 2018 Board of Administration Meeting Minutes
 - b. Board Travel Approvals
 - c. Approval of Board Member's Continuing Term on Outside Board

7. **Information Consent Items** – Priya Mathur
 - a. Board Meeting Calendar
 - b. Draft Agenda for the February 21, 2019 Board of Administration Meeting
 - c. General Counsel's Report
 - d. Communications and Stakeholder Relations
8. **Committee Reports and Actions**
 - a. Investment Committee (Oral) – Henry Jones
 - b. Pension & Health Benefits Committee (Oral) – Rob Feckner
 - c. Finance & Administration Committee (Oral) – Theresa Taylor
 - d. Performance, Compensation & Talent Management Committee (Oral) – Bill Slaton
 - e. Risk & Audit Committee (Oral) – Dana Hollinger
 - f. Board Governance Committee (Oral) – Priya Mathur
9. **Action Agenda Items**
 - a. Proposed Decisions of Administrative Law Judges – Priya Mathur
 1. Timothy E. Ramos
 2. Millie R. Croley (deceased)
 3. Mark E. Bills and Judi L. Cutaia (consolidated)
 4. Judy Anibaldi
 5. Gene Joseph Lombardi
 6. Chau V. Nguyen
 7. Kandace Peaslee, et. al City of Oxnard (consolidated)
 - b. Petitions for Reconsideration – Priya Mathur
 1. Marcus Tinchler
 2. Charles Therrien
 3. Anthony Perez
 4. Lisa Federiksen
 5. Derrick L. McGaskey
 6. Brian A. Dalhover
 - c. Full Board Hearing Decision
 1. Encina Wastewater Authority/San Elijo Joint Powers Authority (consolidated matter)
10. **Information Agenda Items**
 - a. State and Federal Legislation Update – Danny Brown
 - b. Summary of Board Direction – Marcie Frost
 - c. Public Comment

Closed Session

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

Item

1. Call to Order and Roll Call

2. Approval of the November 15, 2018 Board of Administration Closed Session Meeting Minutes
3. Litigation Matters – Matthew Jacobs
 - a. Sanchez, et al. v. CalPERS, et al. (Los Angeles County Superior Court, Case No. BC517444)
 - b. Personnel Issue

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