

**CALIFORNIA PUBLIC EMPLOYEES' RETIREMENT SYSTEM
BOARD OF ADMINISTRATION**

FINANCE & ADMINISTRATION COMMITTEE

**MINUTES OF MEETING
NOVEMBER 14, 2018**

The Finance & Administration Committee met on November 14, 2018, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 1:00 PM and the following members were present:

Theresa Taylor, Chair
Richard Costigan, Vice Chair
Rob Feckner
Ralph Cobb for Adria Jenkins-Jones
Henry Jones
David Miller
Lynn Paquin for Betty Yee

Other Board Member(s):

Dana Hollinger
Bill Slaton
Steve Juarez
Ramon Rubalcava

AGENDA ITEM 2 – APPROVAL OF TIMED AGENDA

On **MOTION** by Richard Costigan, **SECONDED** by Henry Jones, and **CARRIED**, the Committee approved the November 14, 2018 Finance and Administration Committee Timed Agenda.

AGENDA ITEM 3 – EXECUTIVE REPORT

Michael Cohen, Chief Financial Officer, presented the oral report to the Committee.

AGENDA ITEM 4 – ACTION CONSENT ITEMS

Ms. Cohen presented the Action Consent Item to the Committee for approval.

On **MOTION** by Richard Costigan, **SECONDED** by Ralph Cobb, and **CARRIED**, the Committee approved Action Consent item 4a.

AGENDA ITEM 5 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 6A – 2017 – 18 BASIC FINANCIAL STATEMENTS

Michael Cohen, Chief Financial Officer, and Michele Nix, Controller, Financial Reporting and Accounting Services Division, presented the 2017-18 Basic Financial Statements as an Action Item.

On **MOTION** by Richard Costigan, **SECONDED** by Henry Jones, and **CARRIED**, the Committee recommended the Board approve the 2017-18 Basic Financial Statements.

AGENDA ITEM 6B 2018-19 MID-YEAR BUDGET REVISIONS (FIRST READING)

Mr. Cohen, Chief Financial Officer, and Jennifer Harris, Chief, Financial Planning, Policy, and Budgeting Division, presented the 2018-19 Mid-Year Budget Revisions as an Action Item.

On **MOTION** by Richard Costigan, **SECONDED** by Rob Feckner, and **CARRIED**, the Committee recommended the Board approve Fiscal Year 2018-19 Mid-Year Total Budget of \$1.7 billion and 2,875 positions and the transmittal of the Agenda item.

AGENDA ITEM 7A – PROPOSED REVISION TO AMORTIZATION POLICY REGARDING FINANCIAL NECESSITY (SECOND READING)

Scott Terando, Chief Actuary, and Randy Dziubek, Deputy Chief Actuary, presented the Proposed Revisions to Amortization Policy Regarding Financial Necessity (Second Reading) as an Action Item.

On **MOTION** by Rob Feckner, **SECONDED** by David Miller, and **CARRIED**, the Committee recommended the Board adopt the Proposed Modifications to Financial Necessity in the Amortization Policy.

AGENDA ITEM 8A – ANNUAL REVIEW OF FUNDING LEVELS AND RISK REPORT

Mr. Terando, Chief Actuary, and Mr. Dziubek, presented the Annual Review of Funding Levels and Risk Report as an Information Item.

AGENDA ITEM 8B – SEMI-ANNUAL HEALTH PLAN FINANCIAL REPORT

Emily Zhong, Senior Pension Actuary presented the Semi-Annual Health Plan Financial Report, as an Information Item.

AGENDA ITEM 9A – 2018 CALPERS BOARD OF ADMINISTRATION STATE, SCHOOL, AND PUBLIC AGENCY ELECTION RESULTS

Kim Malm, Chief, Operations Support Services Division, presented the 2018 CalPERS Board of Administration State, Schools, and Public Agency Election Results as an Information Item.

No public comment was taken.

The meeting of the Finance & Administration Committee was adjourned at 2:35 PM.

The next Finance & Administration Committee meeting is scheduled for December 18, 2018, in Sacramento, California.

Prepared by: La Riesha Simmons
Committee Secretary

Date: _____

MICHAEL COHEN
CHIEF FINANCIAL OFFICER