

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

FINANCE & ADMINISTRATION COMMITTEE

**MINUTES OF MEETING
April 16, 2019**

The Finance & Administration Committee met on April 16, 2019, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 2:00 PM and the following members were present:

Theresa Taylor, Chair
David Miller, Vice Chair
Margaret Brown
Henry Jones
Matthew Saha for Fiona Ma
Jason Perez
Karen Greene-Ross for Betty Yee

Other Board Member(s):
Dana Hollinger
Eraina Ortega
Ramon Rubalcava
Bill Slaton

AGENDA ITEM 2 – APPROVAL OF TIMED AGENDA

On **MOTION** by Margaret Brown, **SECONDED** by David Miller, and **CARRIED**, the Committee approved the April 16, 2019 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

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

On **MOTION** by David Miller, **SECONDED** by Jason Perez, and **CARRIED**, the Committee approved Action Consent item 4a.

Margaret Brown pulled agenda item 4b for a rollcall vote.

On **MOTION** by Margaret Brown, **SECONDED** by David Miller, and **CARRIED**, the Committee approved Action Consent item 4b.

YES	NO	NOT PRESENT
Margaret Brown		Henry Jones
Matthew Saha for Fiona Ma		
David Miller		
Jason Perez		
Theresa Taylor		
Karen Greene-Ross for Betty Yee		

On **MOTION** by David Miller, **SECONDED** by Margaret Brown, and **CARRIED**, the Committee approved Action Consent item 4c and 4d.

AGENDA ITEM 5 – INFORMATION CONSENT ITEMS

The Committee accepted the Information Consent Items as presented.

Henry Jones joined the Committee at 2:07 p.m.

AGENDA ITEM 6A – 2019-20 ANNUAL BUDGET PROPOSAL (1ST READING)

Jennifer Harris, Chief, Financial Planning, Policy, and Budgeting Division presented the 2019-20 Annual Budget Proposal (1st Reading) as an Action Item.

On **MOTION** by David Miller, **SECONDED** by Henry Jones, and **CARRIED**, the Committee recommended the Board approve the 2019-20 Annual Budget Proposal (1st Reading).

Margaret Brown ABSTAINED

AGENDA ITEM 6B – ANNUAL REVIEW OF BOARD MEMBER EMPLOYER REIMBURSEMENTS

Mr. Cohen presented the Annual Review of Board Member Employer Reimbursements as an Action Item.

On **MOTION** by Margaret Brown, **SECONDED** by David Miller, and **CARRIED**, the Committee recommended the Board approve the Annual Review of Board Member Employer Reimbursements.

AGENDA ITEM 6C – STATE VALUATION AND EMPLOYER/EMPLOYEE CONTRIBUTION RATES

Scott Terando, Chief Actuary and Nina Ramsey, Associate Pension Actuary presented the State Valuation and Employer/Employee Contribution Rates as an Action Item.

On **MOTION** by Margaret Brown, **SECONDED** by Karen Greene-Ross, and **CARRIED**, the Committee recommended the Board approve the State Valuation and Employer/Employee Contribution Rates.

AGENDA ITEM 6D – SCHOOLS VALUATION AND EMPLOYER/EMPLOYEE CONTRIBUTION RATES

Mr. Terando and Kurt Schneider, Supervising Pension Actuary presented the Schools Valuation and Employer/Employee Contribution Rates as an Action Item.

On **MOTION** by Margaret Brown, **SECONDED** by David Miller, and **CARRIED**, the Committee recommended the Board approve the Schools Valuation and Employer/Employee Contribution Rates.

AGENDA ITEM 7A – SEMI-ANNUAL HEALTH PLAN FINANCIAL REPORT

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

AGENDA ITEM 7B – SUMMARY OF COMMITTEE DIRECTION

Michael Cohen presented and summarized the Chair-directed items, to provide the following:

- A written legal opinion on possible 1090 conflict regarding fiduciary insurance
- Historical costs for Real Assets performance fees
- Bring back an agenda item in May to discuss including vacancy rate cost savings in the budget
- Projected versus actual 2019-20 State Employer Contribution Rates and include comparisons in future agenda items

PUBLIC COMMENT

No public comment was taken.

The meeting of the Finance & Administration Committee was adjourned at 3:08 PM.

The next Finance & Administration Committee meeting is scheduled for May 14, 2019, in Sacramento, California.

Prepared by: La Riesha Simmons
Committee Secretary

Date: _____

MICHAEL COHEN
CHIEF FINANCIAL OFFICER