

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

FINANCE AND ADMINISTRATION COMMITTEE

MINUTES OF MEETING

February 18, 2020

The Finance & Administration Committee met on February 18, 2020, in the Robert F. Carlson Auditorium, Lincoln Plaza Building, 400 Q Street, Sacramento, California.

The meeting was called to order at 9:15 AM and the following members were present:

Theresa Taylor, Chair
David Miller, Vice Chair
Henry Jones
Matthew Saha for Fiona Ma
Stacie Olivares
Jason Perez
Ramon Rubalcava

Other Board Member(s):

Margaret Brown
Rob Feckner
Lisa Middleton
Michelle Mitchell
Shawnda Westly
Betty Yee

**AGENDA ITEM 2 – ELECTION OF THE FINANCE AND ADMINISTRATION
COMMITTEE CHAIR AND VICE CHAIR**

Theresa Taylor called for nominations for the Chair and Vice Chair of the Finance & Administration Committee.

David Miller nominated Theresa Taylor for Chair. No further nominations were made for Chair.

On **MOTION** by David Miller, **SECONDED** by Ramon Rubalcava, and **CARRIED**, the Committee elected Theresa Taylor for Chair.

Theresa Taylor called for nominations for the Vice Chair of the Finance & Administration Committee.

Theresa Taylor nominated David Miller for Vice Chair. No further nominations were made for Vice Chair.

AGENDA ITEM 3 – APPROVAL OF TIMED AGENDA

On **MOTION** by Henry Jones, **SECONDED** by David Miller, and **CARRIED**, the Committee approved the February 18, 2020 Finance and Administration Committee Timed Agenda.

AGENDA ITEM 4 – EXECUTIVE REPORT

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

AGENDA ITEM 5 – ACTION CONSENT ITEMS

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

On **MOTION** by Henry Jones, **SECONDED** by David Miller, and **CARRIED**, the Committee approved Action Consent item 5a, 5b, 5c, and 5d.

AGENDA ITEM 6 – INFORMATION CONSENT ITEMS

The Chair pulled Agenda Item 6d, Reporting on Participating Employers for discussion.

The Committee accepted the Information Consent Items as presented.

AGENDA ITEM 7A – REVIEW OF THE FINANCE AND ADMINISTRATION COMMITTEE DELEGATION

Mr. Cohen presented the Review of the Finance and Administration Committee Delegation as an Action Item.

On **MOTION** by David Miller, **SECONDED** by Henry Jones, and **CARRIED**, the Committee recommended changes that will be brought to the Board in April for approval, along with other Committee Delegations.

AGENDA ITEM 7B – CALPERS 2019 RETIRED MEMBER ELECTION RESULTS AND REVIEW OF BOARD ELECTION PROGRAM

Dallas Stone, Acting Chief, Operations Support Services Division and Kim Malm, Chief, Strategic Health Operations Division, presented the CalPERS 2019 Retired Member Election Results and Review of Board Election Program as an Action Item.

On **MOTION** by Henry Jones, **SECONDED** by David Miller, and **CARRIED**, the Committee recommended the Board approve the Review of Board Election Program Option A to maintain status quo on election procedures.

Jason Perez voted NO.

Public Comment was heard from the following:

Jerry Fountain, California State Retirees
Al Darby, Retired Public Employees Association
Tim Behrens, California State Retirees
Terry Brennand, Service Employees International Union

AGENDA ITEM 7C – REVISED PROPOSED REGULATION FOR SOCIAL SECURITY ADMINISTRATION FEES

Renee Ostrander, Chief, Employment Account Management Division, presented the Revised Proposed Regulation for Social Security Administration Fees as an Action Item.

On **MOTION** by David Miller, **SECONDED** by Henry Jones, and **CARRIED**, the Committee recommended the Board approve the Revised Proposed Regulation for Social Security Administration Fees.

AGENDA ITEM 7D – BARRA, LLC CONTRACT EXTENSION

Dan Bienvenue, Interim Chief Operating Officer, Investment Division, presented the Barra, LLC Contract Extension as an Action Item.

On **MOTION** by Henry Jones, **SECONDED** by David Miller, and **CARRIED**, the Committee recommended the Board approve the Barra, LLC Contract Extension.

Stacie Olivares ABSTAINED.

AGENDA ITEM 8A – ANNUAL DIVERSITY REPORT

Kelly Fox, Chief, Office of Stakeholder Relations and Simiso Nzima, Investment Director, Investment Division presented the Annual Diversity Report as an Information Item.

AGENDA ITEM 8B – SUMMARY OF COMMITTEE DIRECTION

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

- Provide in-depth information on employers by funded status, such as names, number of safety and miscellaneous employees, and date of incorporation.

- Provide a summary of Government codes used in the Committee Delegations.
- At the April meeting, provide examples of possible candidate statements and propose regulations that include optional attestation.
- Include proposed Social Security fee amounts and fund balances in the annual Budget.
- Provide periodic updates and follow up on the discussion of the Barra, LLC Contract.
- Report at a future meeting on Investment Office initiatives to increase diversity.
- Add additional requested data to future Annual Diversity Reports.

AGENDA ITEM 8C – PUBLIC COMMENT

No public comment was taken.

The meeting of the Finance & Administration Committee was adjourned at 11:31 AM.

The next Finance & Administration Committee meeting is scheduled for April 20, 2020 in Sacramento, California.

Prepared by: La Riesha Simmons
Committee Secretary

Date: _____

MICHAEL COHEN
CHIEF FINANCIAL OFFICER