May 26, 2015

AGENDA ITEM 01 ACTION ITEM

#### CALIFORNIA SECURE CHOICE RETIREMENT SAVINGS INVESTMENT BOARD

Approval of the minutes for the April 27, 2015 meeting of the California Secure Choice Retirement Savings Investment Board

The California Secure Choice Retirement Savings Investment Board (Board) met April 27, 2015 in Conference Room 587 at 915 Capitol Mall, in Sacramento, California. Chair Grant Boyken called the meeting to order at 1:00 PM.

### Board members present:

Grant Boyken for the State Treasurer, John Chiang Karen Greene Ross for the State Controller, Betty Yee

Eraina Ortega for the Director of Finance, Michael Cohen

Edward De La Rosa

Yvonne Walker

Heather Hooper

William Sokol

Marty Morgenstern

#### Board members absent:

Cynthia Pollard

### Secure Choice staff present:

Christina Elliott, Acting Executive Director

Eric Lawyer, Retirement Security and Insurance AnalystRuth Holton-Hodson, Senior

Policy Advisor

Deborah Yang, Senior Attorney

# Agenda Item 1 – Approval of the minutes of the February 23, 2015 meeting of the California Secure Choice Retirement Savings Investment Board (ACTION ITEM)

Secure Choice staff presented the minutes from the February 23, 2015 meeting. Chair Boyken asked for public comment. There was none.

### **Board Action**

Motion to approve the minutes from the February 23, 2015 meeting.

MOTION: Greene Ross SECONDED: De La Rosa

AYES: Boyken, Greene Ross, Ortega, De La Rosa, Walker, Hooper, Sokol, Morgenstern

NOES: None

ABSTAIN: None

RECUSE: None

#### MOTION ADOPTED

## **Agenda Item 2 – Acting Executive Director's Report (INFORMATION ITEM)**

Acting Executive Director, Christina Elliott, spoke to the Board about fundraising progress; the status of the contract for the market analysis, financial feasibility study, and program design consultant services; and introduced a draft of the business plan. Ms. Elliott informed the Board she intends to include a high-level budget summary at each Board meeting.

Agenda Item 3 – Resolution No. 2015-02: Resolution of the California Secure Choice Retirement Savings Investment Board Relating to the Approval to Amend Interagency Agreement CSCRSIB01-14 with the State Treasurer's Office for Procurement and Contract Management Services (ACTION ITEM):

Ms. Elliott explained to the Board that staff recommended an amendment to interagency agreement no. CSCRSIB01-14 to extend the term to March 31, 2016 because the interagency agreement was due to expire midway through the project; and add two new personnel.

Member Greene Ross noted that she would like to see the percentages of staff salaries dedicated to this project work. Ms. Elliott affirmed that this information will be shared as a part of the budget summary and that the Board would be able to make more substantive decisions around the work product in that capacity.

Chair Boyken asked for public comment. There was none.

### **Board Action**

Motion to approve Resolution No. 2015-02 for an amendment to interagency agreement no. CSCRSIB01-14 with the State Treasurer's Office for procurement and contract management services.

MOTION: Greene Ross SECONDED: Ortega

AYES: Boyken, Greene Ross, Ortega, De La Rosa, Walker, Hooper, Sokol, Morgenstern

NOES: None

ABSTAIN: None

RECUSE: None

#### MOTION ADOPTED

### Agenda Item 4 – Legal Analysis Update (INFORMATION ITEM)

David Morse from K&L Gates, the legal team hired by the Board for legal services, spoke to the Board about the firm's work completed to date, identified options the Board could pursue to avoid preemption by the Employee Retirement Income Security Act (ERISA), and spoke about areas in which the statute establishing the Board is inconsistent, vague, or conflicts with the intention of the legislation that established the Board.

# Agenda Item 5 – Market Analysis, Feasibility Study, and Program Design Update (INFORMATION ITEM)

Nari Rhee from Overture Financial, LLC, the firm hired by the Board to conduct the market analysis, feasibility study, and program design recommendations presented to the Board the firm's plan to conduct the study. Mohammad Baki and Samir Kabbaj from Overture Financial, LLC participated in the discussion via phone.

# **Agenda Item 6 – Update on Retirement Security Initiatives and Proposals (INFORMATION ITEM)**

Mr. Lawyer discussed several existing initiatives related to retirement security at the State and Federal level.

# Agenda Item 7 -- Board Issue Briefing: April Topic: Overview of Retirement Crises in California (INFORMATION ITEM)

A panel discussed some of the issues surrounding retirement insecurity in California. The panel consisted of Sylvia Allegreto, Co-director of the Center on Wage & Employment Dynamics at the UC Berkeley Institute for Research on Labor & Employment; Catherine Singley Harvey, Manager of the Economic Policy Project at the National Council of La Raza (NCLR); and Ann Price, Managing Program Director and Chief Asset Building Officer at the Insight Center for Community Economic Development.

## **Public Comment**

Chair Boyken asked for public comment. There was none.