
September 24, 2018

AGENDA ITEM 1
ACTION ITEM

CALIFORNIA SECURE CHOICE RETIREMENT SAVINGS INVESTMENT BOARD

*Meeting Minutes for the August 16, 2018 California Secure Choice Retirement Savings
Investment Board Meeting*

Board members present:

State Treasurer John Chiang
Karen Greene Ross for State Controller Betty T. Yee
Jacqueline Wong-Hernandez for Director of Finance Michael Cohen
Edward De La Rosa
Heather Hooper
Robert Purcell
Yvonne Walker
Dora Westerlund

Board members absent:

William Sokol

Staff present:

Katie Selenski, Executive Director
Alyssa Delacruz
Angela Duvane
Jonathan Herrera
Ruth Holton-Hodson
Eric Lawyer
Robert Hedrick, Senior Attorney, State Treasurer's Office

Consultants present:

Diana Cantor, AKF Consulting Group ("AKF")
Andrea Feirstein, AKF
Mika Malone, Meketa Investment Group ("Meketa")
Paola Nealon, Meketa

Board Chair Treasurer Chiang called the meeting to order at 9:05 AM.

**Agenda Item 1 – Approval of the Minutes of the June 25, 2018 Meeting of the California
Secure Choice Retirement Savings Investment Board (ACTION ITEM)**

Public Comment

None

Board Action

Approval of the minutes of the June 25, 2018 meeting of the California Secure Choice Retirement Savings Investment Board (“Board”).

MOTION:	Heather Hooper	SECONDED:	Jacqueline Wong-Hernandez
AYES:	John Chiang, Edward De La Rosa, Karen Greene Ross, Heather Hooper, Robert Purcell, Dora Westerlund, Jacqueline Wong-Hernandez,		
NOES:	None		
NOT VOTING:	Yvonne Walker		
ABSTAIN:	None		
RECUSE:	None		
ACTION:	Motion Passed		

Agenda Item 2 – Executive Director’s Report (INFORMATION ITEM)

Executive Director Katie Selenski provided the Board an update on significant items including the program budget, the independent auditor’s report for the 2016-17 fiscal year, staffing, contracting efforts, the plan to develop regulations and initiate the rulemaking process, and outreach planning.

Eric Lawyer, Policy Manager, discussed federal rulemaking regarding payments made to third parties on behalf of in-home supportive service (IHSS) providers and noted Treasurer Chiang submitted a comment letter in opposition to the rule. Mr. Lawyer also discussed the potential inclusion of IHSS providers in the CalSavers Retirement Savings Program (“CalSavers” or “the Program”) and noted staff will present an item on the subject at the next Board meeting. Karen Greene Ross noted State Controller Betty T. Yee submitted a joint comment letter on the rulemaking with State Attorney General Xavier Becerra.

Public Comment

Sally Armendariz of Gilroy, CA spoke in support of the program.

Raquel Welch and Lucilla of Service Employees International Union (SEIU) California presented written comments in support of the program from Leticia and Antonia of SEIU Local 521, as they were unable to attend the meeting in person.

Bill Wallace of the Federation of Retired Union Members and the California Alliance for Retired Americans spoke in support of the program.

Blanca Castro of AARP California thanked Treasurer Chiang for his leadership and time and effort spent on CalSavers on behalf of the three million AARP members in California.

Agenda Item 3 – Resolutions No. 2018-06 and 2018-07: Approval to Execute Contracts for Program Administration and Investment Management (ACTION ITEM)

Executive Director Selenski and Deputy Director Brian Gould presented to the Board the recommendations of the evaluation committee for the program administrator and investment manager. The evaluation committee unanimously recommended Ascensus College Savings Recordkeeping Services, LLC as the program administrator, and State Street Global Advisors Trust Company as the investment manager. Board members Heather Hooper and Jacqueline Wong-Hernandez, who served on the evaluation committee, discussed their experiences interviewing Ascensus for the program administrator role.

Deputy Director Gould and Mika Malone with Meketa provided further information on the specific recommendations of the evaluation committee for the investment management contract and answered questions from Board members.

Andrea Feirstein and Diana Cantor with AKF provided further information and answered questions regarding the program administrator recommendation.

Public Comment

Mark Herbert of the Small Business Majority spoke in support of the program.

Ashawn of Fight for 15 spoke in support of the program.

Board Action

Approval of Resolutions No. 2018-06 and 2018-07: Approval to Execute Contracts for Program Administration and Investment Management

MOTION:	Karen Greene Ross	SECONDED:	Yvonne Walker
AYES:	John Chiang Edward De La Rosa, Karen Greene Ross, Heather Hooper, Robert Purcell, Yvonne Walker, Dora Westerlund, Jacqueline Wong-Hernandez,		
NOES:	None		
ABSTAIN:	None		
RECUSE:	None		
ACTION:	Motion Passed		

Agenda Item 4 – Pilot Rollout Updates (INFORMATION ITEM)

Executive Director Selenski updated the Board on the progress and the anticipated timeline of the pilot program rollout.

Public Comment

Lisa Massena of Ascensus spoke about the importance of the Program.

Board Chair John Chiang adjourned open session at 10:23 AM.

CLOSED SESSION

Agenda Item 5 – Litigation (Government Code Section 11126(e)(1)) – Discussion with Legal Counsel Regarding Litigation (Howard Jarvis Taxpayers Ass’n., et al. v. The California Secure Choice Retirement Savings Program, et al., Eastern District of California Case No. 2:18-cv-01584-MCE-KJN) (INFORMATION ITEM)

Board Action

No Action Taken

Board Chair John Chiang convened the open session at 10:38 AM.

Public Comment

None.

Other Business

None.

The meeting adjourned at 10:39 AM.