

# Targeted Investment Programs Update

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December 10, 2012

# Targeted Investment Programs

- This update will cover the following:
  - Emerging Manager and Diversity & Inclusion Initiatives
  - California Investment Initiatives
  - Sustainability Initiatives

# Emerging and Diverse Manager Initiatives

- Five-Year Plan for Emerging Manager (EM) Participation (“the Plan”) Progress on work streams:
  - Portfolio Management: Establish performance, costs, and diversity of EM portfolio
    - Data book on EM performance and diversity
    - EM Diversity Survey
  - Portfolio Management: Manage and report progress on EM investment programs
    - Private Equity EM Program – Credit Suisse selected first EM, finalizing capital commitment
    - Real Estate EM Program – Catalyst Fund selected manager

# Emerging and Diverse Manager Initiatives

- Five-Year Plan progress on work streams (continued):
  - Networking: Host and participate in EM events
    - CalPERS Emerging and Diverse Manager Forum – December 3, 2012
  - Networking: Improve communication with Emerging Managers
    - Fund of Fund investment advisors for EM Programs reviewed and commented on the Plan
    - Continued outreach to EM stakeholders and organizations

# California Initiatives - Infrastructure

- *CalPERS Infrastructure Investment Outreach Review – Laying the Groundwork for Collaboration* – Released October 15, 2012
- Ongoing outreach efforts:
  - Planning for discussion with financial advisers
- West Coast Infrastructure Exchange (WCX)
  - CalPERS functions in advisory role
  - Formal launch November 14, 2012 – San Francisco

# California Initiatives – Private Equity Investment Strategies

- Work on plan and approach with Private Equity team
- Expect proposal for continued California investment in 2<sup>nd</sup> half 2013

# California Initiatives - Outreach

- Socially Responsible Investment Fund Hearing, Assembly Member Nora Campos – November, 2012
- Central Valley Venture Forum – November, 2012
- Leveraging Economic and Infrastructure Advantages in the Mega-Region, Assembly Committee on Jobs, Economic Development and the Economy, Assembly Member V. Manuel Perez, Chair – November, 2012

# Sustainability Initiatives

- CalPERS and Core Real Estate investment managers joined Urban Land Institute's Greenprint Foundation
  - Participated in Greenprint Board meeting – October, 2012
  - CalPERS Core portfolio data input to Greenprint's Performance Report

# Sustainability Initiatives

- United National Environmental Programme Finance Initiatives (UNEP FI) Property Working Group
  - Co-chaired development and publication of *Responsible Property Investment: What the leaders are doing*, included case study on CalPERS Responsible Contractor Policy

# Targeted Investment Programs Update

- Conclusion
- Questions