



CalPERS

Total Fund Monthly Update



MONTH ENDING JUNE 30, 2012



CalPERS Total Fund Monthly Update

Month Ending June 30, 2012

Section I: Asset Allocation and Risk

- Asset Allocation and Unfunded Commitments
- Top 20 Exposures: Public Markets
- Total Fund Risk Profile

Section II: Investment Performance

- Net Performance Summary
- Net Performance vs. Expected Returns

Section III: Investment Policy and Compliance

- Policy Violations
- Disclosure of Closed Session Action Items
- Spring-Fed Pool Contract Status Quarterly Report
- Investment Policy Administrative Changes

Section IV: Investment Transactions

- Items Completed Under Delegated Authority Summary
- Disclosure of Placement Agent Fees
- Investment Transactions Summary
- Investment Proposal Activity Summary
- Transition Portfolios Activity Report

Section V: Affiliate and Other Funds

- Asset Allocation
- Risk Profile
- Net Performance Summary
- Gross Performance Summary
- Policy Violations
- Investment Transactions Summary

Note: Sections I – IV report on the PERF unless otherwise noted.



Section I
Asset Allocation and Risk

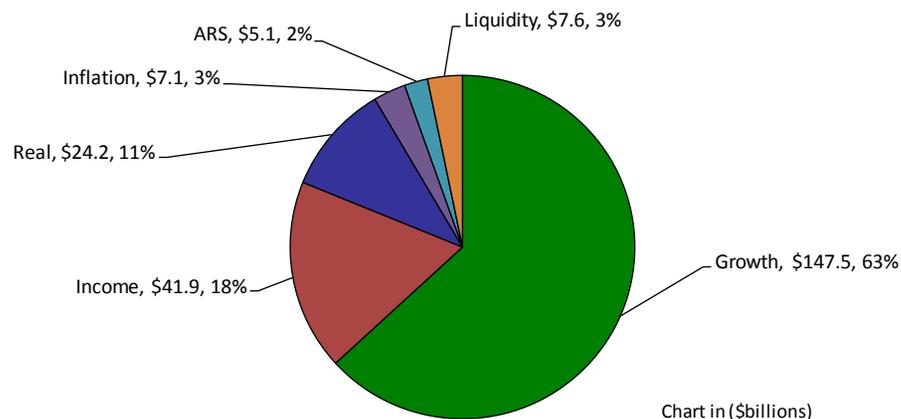


MONTH ENDING JUNE 30, 2012



Section I: Asset Allocation and Risk

Asset Allocation and Unfunded Commitments (as of June 30, 2012)



Asset Allocation as of June 30, 2012											
	Growth	Public Equity ¹	Private Equity ¹	Income	Liquidity	Real	Real Estate	Forestland/ Infrastructure	Inflation	ARS ³	Total Fund
Strategic Target Range % ¹	56-70%	42-56%	10-18%	11-21%	1-7%	8-18%	7-13%	1-5%	1-7%		
Interim Strategic Target %	64%	50%	14%	17%	4%	11%	9%	2%	4%	N/A	N/A
Actual Investment %	63%	49%	15%	18%	3%	10%	9%	1%	3%	2%	N/A
Variance % (Strategic vs. Actual)	(1%)	(1%)	1%	1%	(1%)	(1%)	0%	(1%)	(1%)	N/A	N/A
Interim Strategic Target (\$billions)	\$149.4	\$116.7	\$32.7	\$39.7	\$9.3	\$25.7	\$21.0	\$4.7	\$9.3	N/A	\$233.4
Actual Investment (\$billions)	\$147.5	\$113.2	\$34.2	\$41.9	\$7.6	\$24.2	\$21.0	\$3.2	\$7.1	\$5.1	\$233.4
Variance \$(Interim Strategic vs. Actual) (\$billions)	(\$1.9)	(\$3.5)	\$1.6	\$2.3	(\$1.7)	(\$1.5)	\$0.0	(\$1.5)	(\$2.2)	N/A	N/A
% Passive	54%	71%	0%	0%	0%	6%	6%	0%	0%	0%	35%
% Active	46%	29%	100%	100%	100%	94%	94%	100%	100%	100%	65%
% Internal	64%	83%	0%	90%	100%	6%	6%	0%	100%	0%	63%
% External	36%	17%	100%	10%	0%	94%	94%	100%	0%	100%	37%

¹ Equity overlay and lending income are included in International Equity, undistributed lending income is included in Global Equity, currency overlay funds are included in Liquidity and the Global Equity Cash Account is included in Domestic Equity and Domestic Fixed Income Transition Account is included in Domestic Fixed Income.

² Interim strategic targets adopted by Board at the August 17th, 2011 Investment Committee meeting

³ This report provides invested dollars and not futures overlay; notional value of futures = \$4.3 billion

Unfunded Market Commitments as of June 30, 2012										
	Private Equity		Real Estate (as of April 30, 2012)		Infrastructure (as of March 31, 2012)		Forestland (as of April 30, 2012)		Corporate Governance (as of May 31, 2012)	
	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation	\$(in Billions)	% Allocation
Funded										
Fair Market Value (FMV)	\$34.2	15%	\$21.0	9%	\$1.0	0%	\$2.1	1%	\$4.0	2%
Unfunded Commitment (UC)	\$11.3	5%	\$8.3	4%	\$3	0%	\$0	0%	\$2	0%
FMV + UC	\$45.5	20%	\$29.3	13%	\$1.3	1%	\$2.1	1%	\$4.2	2%

Section I: Asset Allocation and Risk

Top 20 Exposures: Public Markets (as of June 30, 2012)

	Company Name ¹	Total Global Equity ²	Total Fixed Income ³	Market Value	% of Total Fund
1	APPLE INC	\$1602.7	\$0	\$1602.7	0.69%
2	EXXON MOBIL CORP	\$1292.3	\$0	\$1292.3	0.55%
3	GENERAL ELECTRIC CO	\$677.5	\$272.4	\$949.9	0.41%
4	AT&T INC	\$677.1	\$201.3	\$878.4	0.38%
5	MICROSOFT CORP	\$803.6	\$0	\$803.6	0.34%
6	WELLS FARGO & CO	\$579.9	\$152.7	\$732.6	0.31%
7	NESTLE SA REG	\$674.1	\$0	\$674.1	0.29%
8	INTL BUSINESS MACHINES CORP	\$668.0	\$0	\$668.0	0.29%
9	PFIZER INC	\$576.9	\$75.9	\$652.9	0.28%
10	CHEVRON CORP	\$650.7	\$0	\$650.7	0.28%
11	JPMORGAN CHASE & CO	\$452.2	\$184.9	\$637.1	0.27%
12	WAL MART STORES INC	\$536.4	\$99.8	\$636.2	0.27%
13	HSBC HOLDINGS PLC	\$480.7	\$155.1	\$635.9	0.27%
14	JOHNSON & JOHNSON	\$562.7	\$0	\$562.7	0.24%
15	VODAFONE GROUP PLC	\$487.5	\$62.8	\$550.3	0.24%
16	VERIZON COMMUNICATIONS INC	\$428.3	\$97.8	\$526.0	0.23%
17	COCA-COLA CO	\$513.3	\$0	\$513.3	0.22%
18	PROCTER & GAMBLE CO	\$502.5	\$0	\$502.5	0.22%
19	BANK OF AMERICA CORP	\$304.4	\$188.5	\$492.9	0.21%
20	ORACLE CORP	\$477.0	\$0	\$477.0	0.20%

1 Only includes Global Equity & Fixed Income assets custodied with master custodian

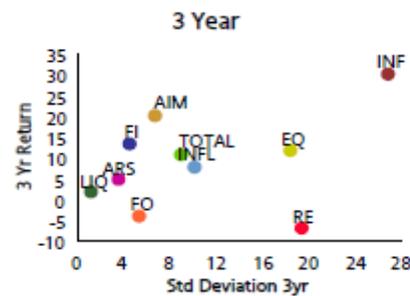
2 Source for Global Equity values: State Street Bank

3 Source for Global Fixed Income values: Blackrock Solutions

Section I: Asset Allocation and Risk

Total Fund Risk Profile (as of June 30, 2012)

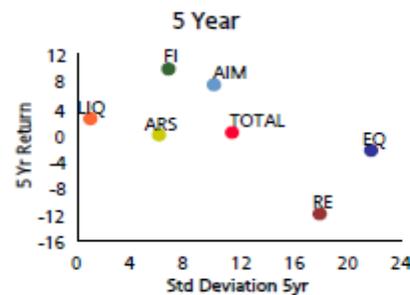
3 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
TOTAL FUND	-1.42	2.61	-0.54
PUBLIC EQUITY	0.42	0.61	0.70
INCOME	2.64	2.14	1.23
PRIVATE EQUITY	-5.56	16.56	-0.34
REAL ESTATE	-15.81	16.35	-0.97
LIQUIDITY	-0.18	0.25	-0.72
INFLATION	0.96	3.85	0.25
ABSOLUTE RETURN STRATEGY	-0.98	3.66	-0.27
FORESTLAND	-2.86	6.58	-0.43
INFRASTRUCTURE	22.48	26.97	0.83

5 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
TOTAL FUND	-2.62	3.14	-0.84
PUBLIC EQUITY	-0.92	1.06	-0.87
INCOME	0.34	3.29	0.10
PRIVATE EQUITY	-5.14	14.46	-0.36
REAL ESTATE	-16.63	14.47	-1.15
LIQUIDITY	-0.07	0.20	-0.36
INFLATION			
ABSOLUTE RETURN STRATEGY	-7.41	6.65	-1.11
FORESTLAND			
INFRASTRUCTURE			

Excess Return - The difference between the portfolio return and the index return for the given period

Tracking Error - Standard deviation of the Excess Return

Information Ratio - Excess Return divided by the Tracking Error

The information ratio is used to measure risk adjusted returns; industry practice suggests that below 0.15 is considered low, between 0.15 and 0.25 is medium, and above 0.35 is high.



Section II
Investment Performance

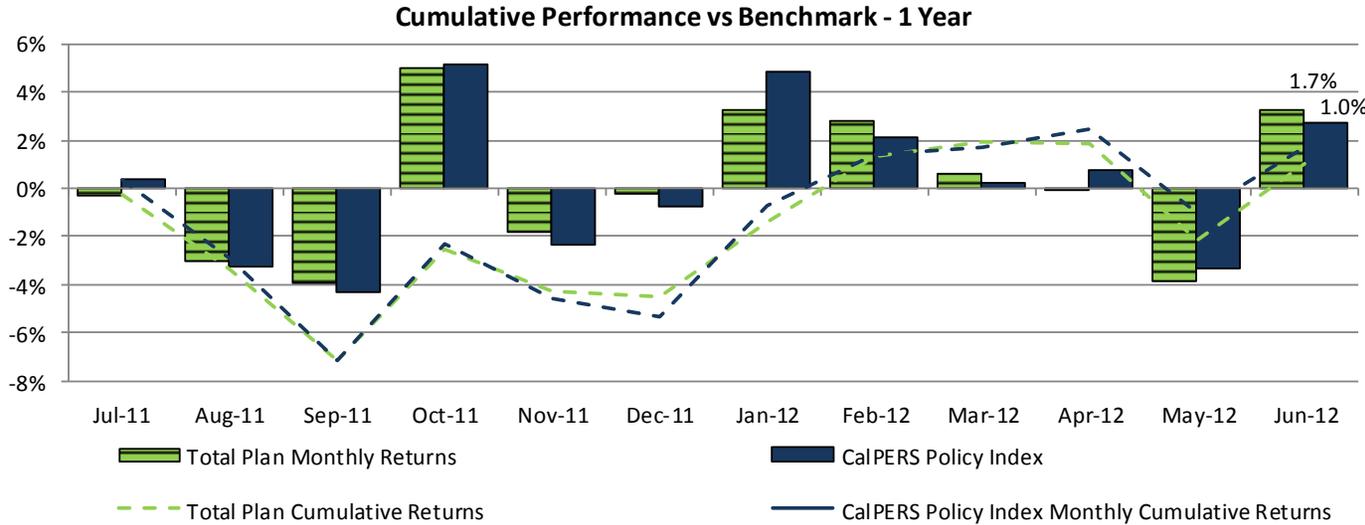
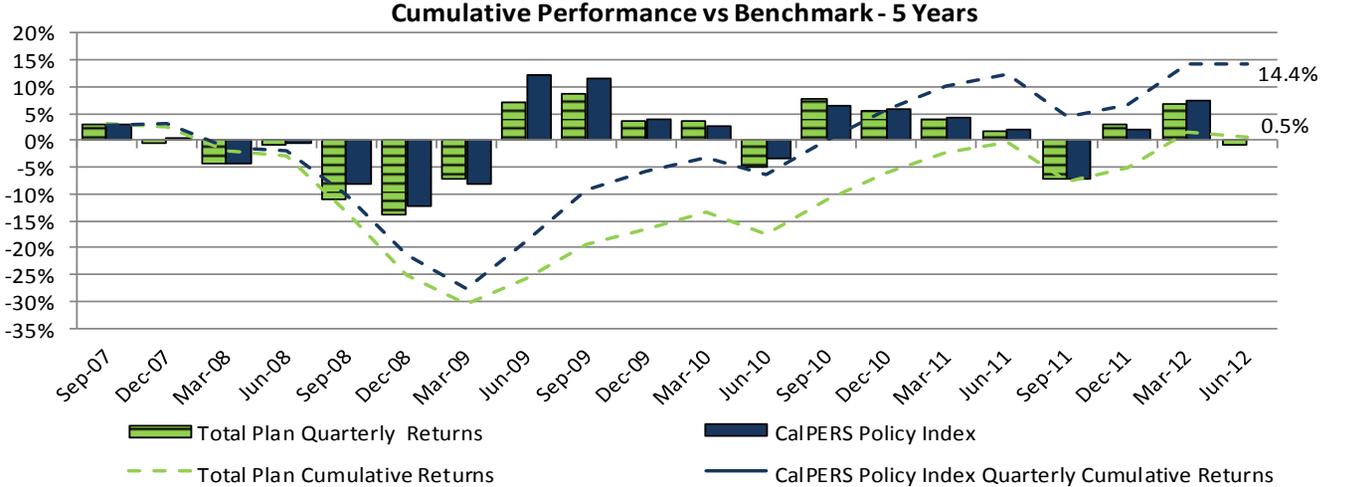


MONTH ENDING JUNE 30, 2012



Section II: Investment Performance

Net Performance Summary (as of June 30, 2012)



Section II: Investment Performance

Net Performance Summary (as of June 30, 2012)

			1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
	Ending Market Value (\$millions)	% of Total Assets	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
TOTAL FUND SUMMARY														
GROWTH	146,962	63.0	3.8	(28)	(4.4)	(52)	(4.4)	(52)	13.5	(82)	(1.2)	(185)	6.2	(76)
PUBLIC EQUITY	112,713	48.3	4.8	1	(7.2)	(22)	(7.2)	(22)	11.7	42	(2.6)	(92)	5.6	(40)
PRIVATE EQUITY	34,249	14.7	0.8	(97)	5.4	34	5.4	34	20.0	(555)	7.2	(514)	9.9	(95)
INCOME	41,944	18.0	0.1	18	12.7	(115)	12.7	(115)	13.2	264	9.6	34	8.3	77
LIQUIDITY	7,523	3.2	(0.1)	5	4.6	(64)	4.6	(63)	1.7	(18)	2.2	(8)	2.6	7
REAL	24,178	10.4	8.0	554	12.6	159	12.6	159	(6.2)	(1,269)	(10.8)	(1,449)	3.1	(546)
REAL ESTATE	21,013	9.0	9.1	623	15.9	322	15.9	322	(7.0)	(1,582)	(12.1)	(1,663)	2.4	(667)
FORESTLAND	2,117	0.9	(0.0)	(38)	(11.0)	(1,219)	(11.0)	(1,219)	(4.1)	(286)				
INFRASTRUCTURE	1,048	0.4	4.5	342	8.4	161	8.4	161	30.0	2,247				
INFLATION	7,102	3.0	0.5	31	0.1	(204)	0.1	(204)	7.6	96				
COMMODITIES	3,132	1.3	1.2	4	(11.0)	(23)	(11.0)	(23)	2.8	72				
INFLATION LINKED BONDS	3,970	1.7	(0.1)	4	8.2	42	8.2	42	8.6	29				
ABSOLUTE RETURN STRATEGY	5,110	2.2	(0.1)	(49)	(2.0)	(197)	(2.0)	(724)	4.7	(98)	(0.3)	(741)	5.0	
OVERLAY & TRANSITION ACCOUNTS	582	0.2												
TOTAL FUND	233,401	100.0	3.2	50	1.0	(67)	1.0	(67)	10.6	(142)	0.1	(263)	6.1	(100)

Total Fund Inception to Date Net Return: 8.34%.

Inception date: 07/01/1988

Note: Returns for periods greater than one year are annualized.

Section II: Investment Performance

Net Performance vs. Long-Term Expected Returns (one year period ending June 30, 2012)

<u>Asset Class</u>	<u>Actual</u>	<u>One-year Net</u>	<u>CalPERS Long-Term</u>	<u>Current Projected</u>	<u>Current</u>	<u>Expected</u>	<u>+/- One Standard</u>
	<u>Allocation</u>	<u>Asset Return</u>	<u>Expected Annual</u>	<u>Standard Deviation</u>	<u>+/- One Standard</u>	<u>Standard Deviation¹</u>	<u>Deviation Range³</u>
	(%)	(%)	(%)	(%)	(%)	(%)	(%)
Public Equity	49	(7.2)	7.75	20.81	(13.06) - 28.56	16.00	(8.25) - 23.75
Private Equity	15	5.4	9.00	22.86	(13.86) - 31.86	26.00	(17.00) - 35.00
Total Growth	63	(4.4)					
Income	18	12.7	3.75	6.16	(2.41) - 9.91	6.50	(2.75) - 10.25
Real Estate	10	15.9	7.00	18.42	(11.42) - 25.42	14.00	(7.00) - 21.00
Forestland	1	(11.0)	7.00	16.84	(9.84) - 23.84	10.00	(3.00) - 17.00
Infrastructure	0	8.4	7.00	14.24	(7.24) - 21.24	10.00	(3.00) - 17.00
Total Real	10	12.6					
Inflation Linked Bonds	2	(11.0)	3.50	6.36	(2.86) - 9.86	6.00	(2.50) - 9.50
Commodities	1	8.2	5.00	26.32	(21.32) - 31.32	21.00	(16.00) - 26.00
Total Inflation	3	0.1					
Absolute Return Strategy (ARS)¹	2	(2.0)		3.28	(3.28) - 3.28		
Liquidity	3	4.6	3.25	2.36	0.89 - 5.61	6.20	(2.95) - 9.45
Total Fund	100	1.0	7.38	15.16	(7.78) - 22.54	11.92	(4.54) - 19.30

¹ Investment Committee Meeting December 2010 excluding ARS which was not forecasted. These are the capital markets assumptions used in the 2010 Strategic Asset Allocation Study.

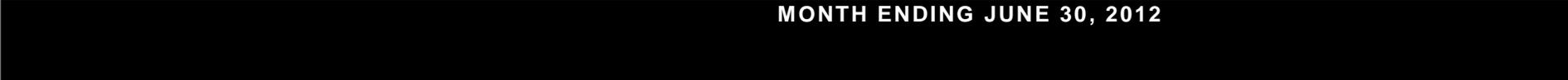
² Compound return

³ Standard Deviation is a measure of variability of returns around the expected average return. Returns are expected to be within minus one and plus one standard deviation 67% of the time, or two out of every three years.

Note: The Global Equity Transition Account is included in Domestic Equity, the Fixed Income Transition Account is included in Domestic Fixed Income, and the currency overlay funds are included in Liquidity for Asset Allocation purposes.



Section III
Investment Policy and Compliance



MONTH ENDING JUNE 30, 2012



Policy Violations

Material Exceptions to Policy

According to policy requirements, the following is a summary of investment policy violations as reported by the program areas.

The following program areas had no violations to report for the period:

- Public Equity
- Private Equity
- Liquidity
- Inflation
- Real Estate
- Forestland
- Infrastructure - Per the new Infrastructure Policy effective as of August 15, 2011, as stated in Section V.F.2, the requirement to meet various policy parameters will be applicable for the Infrastructure Program only when the NAV exceeds \$3 billion.
- Absolute Return Strategies

The following program area had violations to report for the period:

- **Income**
 - **Existing Compliance Policy Issue:**
LOW DURATION FIXED INCOME – SHORT DURATION PROGRAM: Asset and Sector Diversification Limit
AAA Structured Security (single issuer) with less than or equal to 1.5 year Weighted Average Life limited to 16.02% of the SDF program.

Policy Violations

IDENTIFIED SECURITY THAT EXCEEDED LIMIT:

Chase Issuance Trust – CHAIT_07-A13 (161571CD4) 07/16/12 - \$125mm current face (15.95% of SDF program)

Date of violation – 4/19/12

Date staff was notified of violation – 4/20/12

Staff Recommendation:

With the Short Duration Program currently not purchasing new securities its NAV has been decreasing over time. This has resulted in a “denominator effect” where the percentage of allocation of the identified security position has increased while the position itself has remained constant. At its peak, the Short Duration Fund’s NAV was around \$6 billion. Currently the Fund’s NAV is around \$804.6 million.

Staff recommends holding the bond due to the high quality of the short weighted average life of the bond (expected maturity date 07/16/12). Staff will closely monitor the bond to determine future action.

- **Existing Compliance Policy Issue:**

HIGH QUALITY LIBOR PROGRAM: Asset and Sector Diversification Limit

One AAA credit card asset-backed security with a concentration violation due to a “denominator effect.”

IDENTIFIED SECURITY THAT EXCEEDED LIMIT:

Bank of America Credit Card Trust – BACCT 2007-A9 A9 (05522RBE7) 06/15/12

Staff Recommendation:

Staff recommends holding the bond due to the high quality of the short weighted average life of the bond (matured on 06/15/12 and is no longer in violation).

Section III: Investment Policy and Compliance

Disclosure of Closed Session Action Items

Investment Committee Meeting	Agenda Item	Investment Committee Action	Vote																				
April 16, 2012	Item 04 Program Reviews Real Assets - Project Les Hab	Approved an operating company investment in Bentall Kennedy, a Canadian/U.S. real estate management operating company	<p>Roll call vote results are listed below:</p> <table> <thead> <tr> <th>Committee Member</th> <th>Vote</th> </tr> </thead> <tbody> <tr> <td>Greg Beatty</td> <td>Yes</td> </tr> <tr> <td>Terry McGuire</td> <td>Yes</td> </tr> <tr> <td>Richard Costigan</td> <td>Yes</td> </tr> <tr> <td>George Diehr</td> <td>Yes</td> </tr> <tr> <td>Dan Dunmoyer</td> <td>Abstain</td> </tr> <tr> <td>JJ Jelincic</td> <td>Yes</td> </tr> <tr> <td>Henry Jones</td> <td>Yes</td> </tr> <tr> <td>Pam Milliron</td> <td>Yes</td> </tr> <tr> <td>Priya Mathur</td> <td>Yes</td> </tr> </tbody> </table>	Committee Member	Vote	Greg Beatty	Yes	Terry McGuire	Yes	Richard Costigan	Yes	George Diehr	Yes	Dan Dunmoyer	Abstain	JJ Jelincic	Yes	Henry Jones	Yes	Pam Milliron	Yes	Priya Mathur	Yes
Committee Member	Vote																						
Greg Beatty	Yes																						
Terry McGuire	Yes																						
Richard Costigan	Yes																						
George Diehr	Yes																						
Dan Dunmoyer	Abstain																						
JJ Jelincic	Yes																						
Henry Jones	Yes																						
Pam Milliron	Yes																						
Priya Mathur	Yes																						
June 11, 2012	Item 04 Total Fund - Global Governance Program - 2012 Focus List Program	Approved companies for engagement	<p>Roll call vote results are listed below:</p> <table> <thead> <tr> <th>Committee Member</th> <th>Vote</th> </tr> </thead> <tbody> <tr> <td>Greg Beatty</td> <td>Yes</td> </tr> <tr> <td>Terry McGuire</td> <td>Yes</td> </tr> <tr> <td>Richard Costigan</td> <td>Abstain</td> </tr> <tr> <td>George Diehr</td> <td>Yes</td> </tr> <tr> <td>Dan Dunmoyer</td> <td>No</td> </tr> <tr> <td>JJ Jelincic</td> <td>Yes</td> </tr> <tr> <td>Henry Jones</td> <td>Yes</td> </tr> <tr> <td>Pam Milliron</td> <td>Yes</td> </tr> <tr> <td>Priya Mathur</td> <td>Yes</td> </tr> </tbody> </table>	Committee Member	Vote	Greg Beatty	Yes	Terry McGuire	Yes	Richard Costigan	Abstain	George Diehr	Yes	Dan Dunmoyer	No	JJ Jelincic	Yes	Henry Jones	Yes	Pam Milliron	Yes	Priya Mathur	Yes
Committee Member	Vote																						
Greg Beatty	Yes																						
Terry McGuire	Yes																						
Richard Costigan	Abstain																						
George Diehr	Yes																						
Dan Dunmoyer	No																						
JJ Jelincic	Yes																						
Henry Jones	Yes																						
Pam Milliron	Yes																						
Priya Mathur	Yes																						

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q4	PE	Private Equity Spring-Fed Pool	Altius Associates Limited (Contract #2011-6235)	05/14/12	09/04/12	Due Diligence Assistance	\$30,000	Best value (determined through bid request proposals)
Subtotal							\$30,000	
Q3	PE	Private Equity Spring-Fed Pool	Cambridge (Contract #2011-6237)	12/23/11	03/31/12	Due Diligence Assistance	\$50,000	Best value (determined through bid request proposals)
Q4				05/17/12	09/04/12	Due Diligence Assistance	\$45,000	Best value (determined through bid request proposals)
Subtotal							\$95,000	
Q2	PE	Private Equity Spring-Fed Pool	Capital Dynamics (Contract #2011-6084)	10/06/11	11/21/11	Consulting Services - Due Diligence Assistance	\$40,000	Best value (determined through bid request proposals)
Q2				10/06/11	11/21/11	Consulting Services - Due Diligence Assistance	\$40,000	Best value (determined through bid request proposals)
Subtotal							\$80,000	
Q2	PE	Private Equity Spring-Fed Pool	Duff & Phelps (Contract #2011-6090)	10/17/11	11/30/11	Consulting Services - Due Diligence Assistance	\$35,000	Best value (determined through bid request proposals)
Q2				12/05/11	02/29/12	Valuation Assistance	\$25,000	Best value (determined through bid request proposals)
Subtotal							\$60,000	
Q2	PE	Private Equity Spring-Fed Pool	FTI Consulting (Contract #2011-6094)	10/04/11	11/05/11	Consulting Services - PE Fund Analysis	\$220,000	Best value (determined through bid request proposals)
Q4	Infrastructure & Forestland			06/21/12	12/31/12	Tax and Accounting Due Diligence Assistance	\$140,000	Best value (determined through bid request proposals)
Subtotal							\$360,000	
Q2	PE	Private Equity Spring-Fed Pool	Hamilton Lane (Contract #2011-6082)	07/01/11	06/30/12	Investment Analysis	\$900,000	Best value (determined through bid request proposals)
Q3				03/05/12	04/30/12	Due Diligence Assistance	\$40,000	Best value (determined through bid request proposals)
Q3				03/05/12	03/31/12	Due Diligence Assistance	\$90,000	Only pool contractor with the expertise to perform the work
Subtotal							\$1,030,000	
Q3	PE	ESPD Spring-Fed Pool	Highlands Consulting Group (Contract # 2008-5040)	02/13/12	08/31/12	Consulting Services - Process and Procedure Writing and Documenting Assistance	\$58,500	Specialized expertise unmet by other pool consultants
Subtotal							\$58,500	
Q2	PE	Private Equity Spring-Fed Pool	Houlihan Lokey (Contract #2011-6088)	10/31/11	12/15/11	Due Diligence Assistance	\$123,500	Best value (determined through bid request proposals)
Subtotal							\$123,500	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q2	PE	Private Equity Spring-Fed Pool	Houlihan Lokey (Contract #2011-6088)	10/31/11	12/15/11	Due Diligence Assistance	\$123,500	Best value (determined through bid request proposals)
Subtotal							\$123,500	
Q1	PBSD	Private Equity Spring-Fed Pool	LP Capital (Contract #2011-6083)	07/01/11	06/30/12	Investment Proposal Tracking System Business Process Support	\$125,000	Specialized expertise: experience with INVO & portal
Q1	PE			07/01/11	08/31/11	Due Diligence Assistance	\$25,000	Project work was started under prior contract
Q1				07/01/11	12/31/11	Portfolio Assistance	\$1,500,000	Specialized expertise
Q3				01/01/12	06/30/12	Portfolio Assistance	\$974,525	Existing knowledge of the investment or organization
Q4				04/05/12	06/29/12	Financial, Accounting, and Tax Services	\$75,000	Best value (determined through bid request proposals)
Subtotal							\$2,699,525	
Q4	PE	Private Equity Spring-Fed Pool	SL Capital Partners (Contract #2011-6086)	04/16/12	06/19/12	Due Diligence Assistance	\$45,000	Only pool contractor with the expertise to perform the work
Subtotal							\$45,000	
Q3	PE	Private Equity Spring-Fed Pool	Strategic Investment Solutions (Contract #2011-6098)	12/05/11	02/29/12	Due Diligence Assistance	\$25,000	Best value (determined through bid request proposals)
Subtotal							\$25,000	
Total Private Equity Committed Amount							\$4,606,525	
Q3	PE	Private Equity Spring-Fed Pool	UBS Securities (Contract #2011-6091)	01/12/12	12/31/12	Secondary Sale	\$5,000,000	Best value (determined through bid request proposals)
Subtotal							\$5,000,000	
Total Private Equity Committed Amount - Secondary Sales (Payment will be netted from sale proceeds)							\$5,000,000	
Q2	PBSD	Investment Diversity Consulting Services	RG & Associates (Contract # 2010-6009)	01/01/12	01/31/12	Providing Speaker and Presentation Services	\$3,600	Only vendor willing to perform these services
Q4	TIP			05/01/12	04/30/13	CalPERS Five Year Plan for Emerging Manager Participation	\$127,500	Specialized expertise unmet by other pool consultants
Q4	Infrastructure & Forestland			03/01/12	07/01/12	Providing Speaker and Moderation Services	\$4,800	Only vendor willing to perform these services
Total Diversity Committed Amount							\$135,900	
Q2	GE	Executive Search Pool	Heidrick & Struggles (Contract #2009-5360)	10/19/11	Upon completion	Global Equity/Senior Portfolio Manager	\$110,000	Best value (determined through bid request proposals)
Q2	OPTD			10/14/01	Upon completion	OPTD/Two Portfolio Managers- Investment Technology & Performance Analytics	\$181,500	Only qualified candidate willing to facilitate this engagement
Q4	AA/RM			04/03/12	Upon completion	AA/RM Senior Investment Officer	\$150,000	Existing knowledge of the investment or organization
Subtotal							\$441,500	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	PE	Executive Search Pool	Ridgeway Partners LLC (Contract #2009-5358)	07/06/11	Upon completion	PE/Two Senior Portfolio Manager Positions	\$235,000	Existing knowledge of the investment or organization
Q2				07/06/11	Upon completion	PE/Two Senior Portfolio Manager Positions (Amendment to Increase LOE from Q1 FY 11-12)	\$75,000	Existing knowledge of the investment or organization
Q3	ARS			02/03/12	Upon completion	ARS/Senior Portfolio Manager Executive Search	\$133,000	Existing knowledge of the investment or organization
Subtotal							\$443,000	
Total Investment Executive Search Committed Amount							\$884,500	
Q1	ILAC	General Pension Consultant Spring-Fed Pool	Arup North America (Contract # 2010-5636)	09/21/11	11/30/11	Technical Advisory Consulting Services	\$98,600	Specialized Expertise - Established Expertise in Energy Sector
Q2				09/21/11	11/30/11	Prudent Person Consulting Services	\$66,650	Only contractor that responded to bid request
Subtotal							\$165,250	
Q2	INVO	General Pension Consultant Spring-Fed Pool	Beacon Consulting Group (Contract # 2010-5635)	10/06/11	12/15/11	Business Process Analysis - FINO Project Phase I	\$195,000	Best value (determined through bid request proposals)
Q3				01/31/12	04/13/12	Business Process Analysis - FINO Project Phase II	\$138,000	Existing knowledge of the investment or organization
Subtotal							\$333,000	
Q1	Real Estate	General Pension Consultant Spring-Fed Pool	Callan Associates, Inc. (Contract #2009-5108)	07/11/11	02/01/12	Consulting Services - Support Staff on RFP (Subbed to Nelson & Bernstein)	\$38,500	Specialized expertise - Subject matter expert in insurance
Subtotal							\$38,500	
Q4	ISD	General Pension Consultant Spring-Fed Pool	Cutter & Associates (Contract # 2009-5104)	05/04/12	10/13/13	RFP Preparation Assistance - Subject Matter Expertise	\$250,360	Specialized expertise unmet by other pool consultants
Subtotal							\$250,360	
Q4	Infrastructure & Forestland	General Pension Consultant Spring-Fed Pool	Mercer Investment Consulting, Inc. (Contract 2009-5110)	06/19/12	06/30/12	Investment Analysis	\$35,000	Best value (determined through bid request proposals)
Q4				06/21/12	12/31/12	Prudent Person Opinion	\$100,000	Best value (determined through bid request proposals)
Subtotal							\$135,000	
Q3	PBSD	General Pension Consultant Spring-Fed Pool	Pacific Community Ventures (Contract #2009-5116)	10/01/11	06/30/12	CalPERS for California Report	\$353,250	Specialized expertise unmet by other pool consultants
Subtotal							\$353,250	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	INVO	General Pension Consultant Spring-Fed Pool	Pension Consulting Alliance, Inc. (Contract # 2009-5105)	07/01/11	06/30/12	Back-up to the Primary Pension Consultant	\$150,000	Consultant selected by Board
Q1	Real Estate			09/01/11	03/31/12	Primary Real Estate Consulting Services	\$665,000	Consultant selected by Board
Subtotal							\$815,000	
Q1	INVO	General Pension Consultant Spring-Fed Pool	Robert H. Schaffer & Associates, LLC (Contract # 2010-5633)	09/01/10	06/30/12	Strategic Consulting Services Rapid Results Projects (Amendment to Increase LOE from Q1 FY 10-11)	\$100,000	Organizational and structural analysis experience
Subtotal							\$100,000	
Q2	AIPD	General Pension Consultant Spring-Fed Pool	RV Kuhns & Associates (Contract # 2009-5112)	12/07/11	04/30/12	Strategic Review of the Supplemental Income Plans	\$150,000	Specialized expertise - Subject matter expert in Supplemental Income Plans
Subtotal							\$150,000	
Total General Pension Committed Amount							\$2,340,360	
Q3	Corporate Governance	PAOF Spring-Fed Pool	Suzanne Stone (Contract # 2011-6129)	02/16/12	04/06/12	Consulting Services - Sustainable Investment Report (Subbed to ESG Communications)	\$36,670	Specialized expertise unmet by other pool consultants
Total Corporate Governance Committed Amount							\$36,670	
Q2	GE	GOVA Spring-Fed Pool	Lussier, Gregor, Vienna & Associates (Contract # 2009-5086)	11/01/11	12/31/11	Consulting Services - Advocacy and policy analysis related to the Dodd-Frank Act (Subbed to Delta Strategy Group)	\$15,000	Specialized expertise unmet by other pool consultants
Subtotal							\$15,000	
Q4	GE	ESPD	Business Advantage Consulting (Contract #2008-5038)	06/19/12	09/30/12	Global Equity Business Procedures Documentation	\$58,000	Best value (determined through bid request proposals)
Subtotal							\$58,000	
Q1	Corporate Governance	Global Equity General Consultant Spring-Fed Pool	Garland Associates, Inc. (Contract # 2010-5960)	08/05/11	10/31/11	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q3				01/11/12	02/24/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q3				03/13/12	04/27/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q4				04/06/12	05/16/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q4				05/11/12	06/15/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q4				04/27/12	06/15/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Q4				04/27/12	06/15/12	Proxy Solicitation Services	\$33,500	Only pool contractor with the expertise to perform the work
Subtotal							\$234,500	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q2	GE	Global Equity General Consultant Spring-Fed Pool	IFS International Fund Services (N.A.), LLC (Contract # 2010-5963)	06/01/11	03/31/12	Absolute Return Strategies (ARS) Fund Administration	\$1,900,000	Only vendor in pool with knowledge and experience to meet objectives of project
Subtotal							\$1,900,000	
Q1	GE	Global Equity General Consultant Spring-Fed Pool	Mosaic Investment Advisors Inc (Contract # 2010-5945)	05/01/11	09/30/12	Global Equity Brokerage Services	\$535,000	Only vendor in pool with knowledge and experience to meet objectives of project
Q1				05/02/11	06/30/12	Risk Managed Absolute Return Strategies Services	\$105,000	Only vendor in pool with knowledge and experience to meet objectives of project
Subtotal							\$640,000	
Q2	GE/ARS	Global Equity General Consultant Spring-Fed Pool	Pacific Alternative Asset Management Company (Contract # 2010-5947)	11/01/11	10/31/12	Absolute Return Strategies (ARS) Fund Administration	\$250,000	Only vendor in pool with knowledge and experience to meet objectives of project
Subtotal							\$250,000	
Q2	GE/ARS	Global Equity General Consultant Spring-Fed Pool	UBS Alternative and Quantitative Investments, LLC (Contract # 2010-5943)	11/01/11	10/31/12	Absolute Return Strategic Advisory Services	\$11,000,000	Existing project, continued with new contract
Subtotal							\$11,000,000	
Q2	GE	Global Equity General Consultant Spring-Fed Pool	Wilcox Miller & Nelson (Contract # 2010-5956)	07/01/11	12/01/12	Research Analysis & Board Recruitment Advisory Services	\$205,000	Existing project, continued with new contract
Subtotal							\$205,000	
Total Global Equity Committed Amount							\$14,302,500	
Q2	Infrastructure & Forestland	ILAC Spring-Fed Pool	Brock Capital Group (Contract # 2008-4931)	09/29/11	11/30/11	Prudent Person Opinion	\$64,000	Experience with CalPERS business process
Subtotal							\$64,000	
Q3	Infrastructure & Forestland	ILAC Spring-Fed Pool	LP Capital (Contract #2008-4935)	03/29/12	03/01/13	Infrastructure Program Support	\$105,000	Experience with CalPERS business process
Subtotal							\$105,000	
Q3	PBSD	ILAC Spring-Fed Pool	Meketa Investment Group (Contract # 2008-4936)	03/02/12	03/01/14	Infrastructure Board Investment Consultant	\$212,500	Consultant selected by Board
Subtotal							\$212,500	
Total Infrastructure and Forestland Committed Amount							\$381,500	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Bard Consulting LLC (Contract# 2010-5565)	07/01/11	06/30/12	Portfolio Monitoring Assistance	\$170,000	Existing knowledge of the investment or organization
Q1				07/01/11	06/30/13	Portfolio Monitoring Assistance	\$145,000	Existing knowledge of the investment or organization
Q1				07/01/11	06/30/12	Portfolio Monitoring Assistance	\$320,000	Existing knowledge of the investment or organization
Q2				10/01/11	02/29/12	Consulting Services - Investment Review	\$115,000	Existing knowledge of the investment or organization
Q2				10/28/11	12/31/12	Consulting Services - Developing Sector Plans - Phase II	\$60,000	Existing knowledge of the investment or organization
Q2				11/01/11	12/31/11	Consulting Services - Strategy Evaluation	\$5,000	Existing knowledge of the investment or organization
Q3				01/01/12	06/30/13	Consulting Services - Incentive Fee and Quantitative Analysis	\$50,000	Existing knowledge of the investment or organization
Q3				01/01/12	06/30/13	Consulting Services - Incentive Fee and Quantitative Analysis (Amendment to Increase LOE from Q3 FY 11-12)	\$50,000	Existing knowledge of the investment or organization
Q3				01/01/12	06/30/13	Consulting Services - Incentive Fee and Quantitative Analysis (Amendment to Increase LOE from Q3 FY 11-12)	\$100,000	Existing knowledge of the investment or organization
Q3				01/13/12	02/29/12	Consulting Services - Investment Review	\$31,000	Best Value (Determined through bid request proposals)
Q3				03/12/12	12/31/12	Consulting Services - Incentive Fee Payment Analysis	\$120,000	Existing knowledge of the investment or organization
Q4				10/28/11	12/31/12	Consulting Services - Developing Sector Plans - Phase II (Amendment to Increase LOE from Q2 FY 11-12)	\$45,000	Existing knowledge of the investment or organization
Q4				01/01/12	06/30/13	Consulting Services - Incentive Fee and Quantitative Analysis (Amendment to Increase LOE from Q3 FY 11-12)	\$100,000	Existing knowledge of the investment or organization
Subtotal							\$1,311,000	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Callan Associates, Inc. (Contract#2010-5562)	07/01/11	06/30/12	Portfolio Monitoring Assistance	\$235,000	Existing project, continued with new contract
Q3				07/01/11	06/30/12	Portfolio Monitoring Assistance (Amendment to Increase LOE from Q1 FY 11-12)	\$80,000	Existing project, continued with new contract
Q3				02/14/12	06/30/12	Consulting Services - Investment Review	\$27,000	Only pool contractor with expertise to perform the work
Q2	Infrastructure & Forestland			12/08/11	06/30/12	Consulting Services - Review of Contract Terms	\$40,875	Best value (determined through bid request proposals)
Q4				12/08/11	06/30/12	Consulting Services - Review of Contract Terms (Amendment to Increase LOE from Q2 FY 11-12)	\$30,000	Best value (determined through bid request proposals)
Subtotal							\$412,875	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Courtland Partners, Ltd. (Contract #2010-5558)	11/15/10	06/30/12	Funds Review (Amendment to Increase LOE from Q2 FY 10-11)	\$40,000	Lowest cost, provides similar services to other clients
Q1				07/01/11	03/31/12	Sector Plan Preparation	\$75,000	Only pool contractor with expertise to perform the work
Q1				07/01/11	06/30/12	Portfolio Monitoring Assistance	\$200,000	Existing project, continued with new contract
Q1				07/01/11	07/31/11	Annual Investment Plan Review	\$77,000	Best Value (Determined through bid request proposals)
Q1				07/01/11	01/31/12	Annual Investment Plan Review (Amendment to Increase LOE from Q1 FY 11-12)	\$73,000	Best Value (Determined through bid request proposals)
Q2				05/01/11	11/30/11	Consulting Services - Proposal Evaluation & Due Diligence (Amendment to Increase LOE from Q4 FY 10-11)	\$26,450	Specialized expertise - In technology based property type
Q2				05/01/11	01/31/12	Consulting Services - Proposal Evaluation & Due Diligence (Amendment to Increase LOE from Q4 FY 10-11)	\$50,000	Specialized expertise - In technology based property type
Q2				11/14/11	01/31/12	Consulting Services - Analysis of Potential Investment	\$37,000	Best Value (Determined through bid request proposals)
Q3				02/23/12	07/31/12	Annual Investment Plan Review	\$120,000	Existing project, continued with new contract
Q4				07/01/11	03/31/12	Sector Plan Preparation (Amendment to Increase LOE from Q1 FY 11-12)	\$20,000	Only pool contractor with expertise to perform the work
Q4				07/01/11	06/30/12	Portfolio Monitoring Assistance (Amendment to Decrease LOE from Q1 FY 11-12)	(\$20,000)	Existing project, continued with new contract
Q4				03/01/12	03/31/12	Report Revision and Update	\$5,000	Existing knowledge of the investment or organization
Subtotal							\$703,450	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Crosswater Realty Advisors, LLC (Contract #2010-5557)	07/01/10	06/30/11	Asset Transfer Services (Amendment to Increase LOE from Q1 FY 10-11)	\$70,750	Provides similar services to other clients/coverage overlap
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Crosswater Realty Advisors, LLC (Contract #2010-5557)	07/01/11	06/30/12	Consulting Services - Evaluation and Portfolio Review	\$150,000	Only pool contractor with expertise to perform the work
Q1				07/01/11	06/30/12	Portfolio Monitoring Assistance	\$300,000	Existing knowledge of the investment or organization
Q1				07/18/11	12/31/11	Consulting Series - Program Research, Design & Development Assistance.	\$100,000	Existing knowledge of the investment or organization
Q2				07/18/11	12/31/11	Consulting Services - Program Research, Design & Development Assistance. (Amendment to Increase LOE from Q1 FY 11-12)	\$25,000	Existing knowledge of the investment or organization
Q2				10/08/11	03/31/12	Consulting Services - Analysis of Additional Commitment	\$41,500	Existing knowledge of the investment or organization
Q2				10/08/11	03/31/12	Consulting Services - Analysis of Additional Commitment (Amendment to Increase LOE from Q2 FY 11-12)	\$25,000	Existing knowledge of the investment or organization
Q3				12/15/11	09/30/12	Consulting Services - Analysis of Potential Investment	\$275,000	Existing knowledge of the investment or organization
Q3				12/15/11	09/30/12	Consulting Services - Analysis of Potential Investment (Amendment to Increase LOE from Q3 FY 11-12)	\$100,000	Existing knowledge of the investment or organization
Q4				07/01/11	06/30/12	Consulting Services - Evaluation and Portfolio Review (Amendment to Decrease LOE from Q1 FY 11-12)	(\$85,000)	Only pool contractor with expertise to perform the work
Q4				12/15/11	09/30/12	Consulting Services - Analysis of Potential Investment (Amendment to Increase LOE from Q3 FY 11-12)	\$75,000	Existing knowledge of the investment or organization
Q4				12/15/11	09/30/12	Consulting Services - Analysis of Potential Investment (Amendment to Increase LOE from Q3 FY 11-12)	\$50,000	Existing knowledge of the investment or organization
Q4				03/15/12	09/30/12	Consulting Services - Report Review and Manager Analysis	\$145,000	Existing knowledge of the investment or organization
Q4				04/01/12	12/31/12	Consulting Services - Emerging Manager Research	\$85,000	Existing project, continued with new contract
Subtotal							\$1,357,250	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	JDM Associates, LLC. (Contract # 2010-5552)	07/01/11	6/31/12	Consulting Services - Environmental Goal Initiative	\$75,000	Existing project, continued with new contract
Subtotal							\$75,000	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	L P Capital Advisors (Contract # 2010-5548)	07/01/11	06/30/12	Portfolio Assistance	\$125,000	Existing knowledge of the investment or organization
Q1				07/01/11	06/30/12	Portfolio Assistance (Amendment to Increase LOE from Q1 FY 11-12)	\$50,000	Existing knowledge of the investment or organization
Q2				10/01/11	03/31/12	Consulting Services - Review of Opportunistic Portfolio	\$70,000	Experience with commingled funds and data base capabilities
Q4				04/20/12	06/30/13	Portfolio Services	\$300,000	Existing knowledge of the investment or organization
Q2	PBSD			11/04/11	Upon completion	Contracts Operational and Process Improvements - Phase 1	\$522,000	Existing knowledge of the investment or organization
Q3				11/04/11	Upon completion	Contracts Operational and Process Improvements - Phase 1 (Amendment to Increase LOE from Q2 FY 11-12)	\$39,000	Existing knowledge of the investment or organization
Subtotal							\$1,106,000	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Le Plastrier (Contract #2010-5550)	07/01/11	06/30/12	Consulting Services - Oversight and Management	\$360,000	Existing project, continued with new contract
Q1				07/01/11	06/30/12	Consulting Services - Oversight and Management	\$360,000	Existing project, continued with new contract
Q1				07/01/11	06/30/12	Consulting Services - Oversight and General Monitoring	\$240,000	Existing project, continued with new contract
Q1				07/01/11	06/30/12	Consulting Services - Oversight and General Monitoring	\$150,000	Existing project, continued with new contract
Q1				07/01/11	06/30/12	Consulting Services - Evaluation and Portfolio Review	\$420,000	Existing project, continued with new contract
Q1				07/01/11	06/30/12	Consulting Services - Oversight and Management	\$894,000	Existing knowledge of the investment or organization
Q2				11/01/11	06/30/12	Consulting Services - Manager Monitoring	\$52,000	Existing knowledge of the investment or organization
Q3				03/01/12	06/30/12	Consulting Services - Monitoring and Reporting	\$120,000	Existing knowledge of the investment or organization
Q3				03/01/12	06/30/12	Consulting Services - Manager Monitoring	\$150,000	Existing knowledge of the investment or organization
Subtotal							\$2,746,000	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q4	Infrastructure & Forestland	Real Estate Consulting Services Spring-Fed Pool	Navigant Consulting (Contract 2010-5574)	06/21/12	12/31/12	Technical Advisor	\$200,000	Best value (determined through bid request proposals)
Subtotal							\$200,000	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Nichols Consulting (Contract #2010-5573)	12/15/10	01/31/12	Consulting Services - Annual Budgeting and Planning Initiative. (Amendment to Increase LOE from Q3 FY 10-11)	\$90,000	Experience with CalPERS business process
Q1				07/01/11	03/31/12	Consulting Services - PMG Procedures Manual	\$108,000	Existing knowledge of the investment or organization
Q2				07/01/11	12/31/12	Consulting Services - PMG Procedures Manual (Amendment to Increase LOE from Q1 FY 11-12)	\$60,000	Existing knowledge of the investment or organization
Q2	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Nichols Consulting (Contract #2010-5573)	12/15/11	09/30/12	Consulting Services - Annual Budgeting and Planning Initiative	\$255,000	Existing knowledge of the investment or organization
Q2				12/15/11	11/30/12	Consulting Services - Quarterly and Annual Monitoring Process	\$135,000	Existing knowledge of the investment or organization
Subtotal							\$648,000	
Q1	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Pension Consulting Alliance, Inc. (Contract #2010-5571)	01/15/11	06/30/11	Consulting Services - Portfolio Advice and Research (Amendment to Increase LOE from Q4 FY 10-11)	\$10,000	Existing knowledge of the investment or organization
Q1				01/15/11	06/30/11	Strategic Plan Assistance & Development (Amendment to Increase LOE from Q4 FY 10-11)	\$25,000	Existing knowledge of the investment or organization
Q1				07/01/11	03/31/12	Program Review (Responsible Contractor Program Policy)	\$75,000	Existing project, continued with new contract
Q2				07/01/11	03/31/12	Asset Transfer Services	\$421,000	Existing project, continued with new contract
Subtotal							\$531,000	
Q4	Infrastructure & Forestland	Real Estate Consulting Services Spring-Fed Pool	RBC Capital Markets (Contract # 2010-5569)	06/18/12	12/31/12	Financial and Regulatory Due Diligence Assistance	\$250,000	Best value (determined through bid request proposals)
Subtotal							\$250,000	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q4	Real Estate	Real Estate Consulting Services Spring-Fed Pool	Townsend (Contract# 2010-5567)	03/01/12	06/30/12	Consulting Services - Portfolio Analysis and Research	\$58,333	Experience with the Open-End Diversified Core Equity (ODCE) Index Funds
Subtotal							\$58,333	
Total Real Estate Committed Amount							\$9,398,908	
Grand Total Spring-Fed Pool Consultants Committed Amount							\$37,086,863	
Q2	Investment Servicing	IT Spring-Fed Pool	Eclipse	03/14/11	03/13/12	SQL Server Support (Amendment to Increase LOE from Q3 FY 10-11)	\$175,044	Existing project, continued with new contract
Subtotal							\$175,044	
Q2	Investment Servicing	IT Spring-Fed Pool	Trinity Technology	04/01/11	03/31/12	Risk Management (Amendment to Increase LOE from Q4 FY 10-11)	\$208,953	Existing project, continued with new contract
Q4				04/01/12	03/31/12	Performance Attribution/Fixed Income	\$170,775	Best value (determined through bid request proposals)
Subtotal							\$379,728	
Q2	Investment Servicing	IT Spring-Fed Pool	Cambria	10/17/11	09/28/12	AREIS Maintenance	\$952,540	Existing project, continued with new contract
Q4				06/18/12	04/20/13	AREIS Maintenance	\$655,965	Existing project, continued with new contract
Subtotal							\$1,608,505	
Q1	Investment Servicing	IT Spring-Fed Pool	MK Partners	07/01/11	06/30/12	Investment Proposal Tracking System Management Support Services	\$157,500	Existing project, continued with new contract
Subtotal							\$157,500	

Section III: Investment Policy and Compliance

Spring-Fed Pool Contract Status Quarterly Report (for year ending June 30, 2012)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Description	Commitment	Selection Reason
Q1	Investment Servicing	IT Spring-Fed Pool	Propoint Technology	04/01/11	12/31/11	Public Markets Portfolio Management (Amendment to Increase LOE from Q4 FY 10-11)	\$96,000	Existing project, continued with new contract
Q2				12/05/11	12/31/12	AIM IBOR Project Management Support Services	\$185,760	Existing project, continued with new contract
Q2				12/05/11	12/31/12	AIM IBOR Project Project Management	\$201,240	Existing project, continued with new contract
Q2				03/07/11	12/31/11	Investment Office Program Coordinator (Amendment to Increase LOE from Q3 FY 10-11)	\$108,000	Experience with CalPERS business process
Q2				03/01/11	02/29/12	Global Equity Asset Allocation & Analytics Support Services (Amendment to Increase LOE from Q3 FY 10-11)	\$126,781	Existing project, continued with new contract
Q3				01/16/12	12/31/12	Project Management: PM2	\$201,240	Existing project, continued with new contract
Q3				03/01/12	02/28/13	Global Equity Quant Team Mgmt Support Srvs: GEA3 & Alpha Platform	\$97,524	Existing project, continued with new contract
Q4				04/04/12	04/03/13	Project Management: PM2	\$185,760	Existing project, continued with new contract
Q4				05/07/12	04/22/13	Salesforce.com Application/TMU Support	\$176,472	Best value (determined through bid request proposals)
Subtotal							\$1,378,777	
Q2	Investment Servicing	IT Spring-Fed Pool	Pyramid Technology	12/01/11	06/29/12	Personal Trading Platform Project Project Management	\$124,800	Existing project, continued with new contract
Q2				12/12/11	12/31/12	PM2 Project Support Services for INVO Systems	\$204,336	Existing project, continued with new contract
Subtotal							\$329,136	
Q4	Investment Servicing	IT Spring-Fed Pool	SaaS International	04/01/12	03/31/13	Application Development/INVO Systems	\$139,200	Existing knowledge of the investment or organization
Subtotal							\$139,200	
Q3	Investment Servicing	IT Spring-Fed Pool	Stanfield Systems/Dudley	01/02/12	11/30/12	Global Equity Quant Team Developer: GEA3	\$131,580	Existing project, continued with new contract
Subtotal							\$131,580	
Q3	Investment Servicing	IT Spring-Fed Pool	InvestTech/Bloom & Knox	01/17/12	01/14/13	AIM IBOR Project SME	\$456,000	Best Value (Determined through bid request proposals)
Subtotal							\$456,000	
Q4	Investment Servicing	IT Spring-Fed Pool	Performance Technology Partners	06/01/12	05/31/13	IPTS Accessibility Certification	\$13,500	Existing knowledge of the investment or organization
Subtotal							\$13,500	
Total IT Committed Amount							\$4,629,770	
Grand Total Investment Office Committed Amount							\$41,716,634	

Section III: Investment Policy and Compliance

Investment Policy Administrative Changes *(for the period of February 1 – June 30, 2012)*

Review Date	Policy	Policy Category	Type of Revision	Comments
February 7, 2012	Benchmark Policy	Investment & Risk Management Policies	Benchmark Change	The Policy was revised to incorporate a correction to description of Policy benchmark for Real Estate. The adoption of the Real Asset Policy and the corresponding move to a new benchmark for the Real Estate program did not specify that the Real Estate benchmark was now "net of fees". This change corrects the omission and clearly indicates that the Real Estate benchmark (NCREIF ODCE, lagged one quarter) is "net of fees".
March 1, 2012	Benchmark Policy	Investment & Risk Management Policies	Benchmark Change	The Policy was revised to mirror the actual asset allocation policy adopted by the Committee for each Affiliate fund. The program benchmarks for the Affiliate funds are now separated into their asset class components and the benchmark for each asset class is now listed.
April 16, 2012	Plan Level and Asset Class Transition Portfolios Policy	Operations Policies	Administrative Change - Other Administrative Change	The Asset Allocation/Risk Management Program was divided into separate units for asset allocation and risk management in December 2011. Due to the internal reorganization, the designated staff identified for approving the use of transition portfolios was updated to the Senior Portfolio Manager, Asset Allocation.

Section III: Investment Policy and Compliance

Investment Policy Administrative Changes (for the period of February 1 – June 30, 2012)

Review Date	Policy	Policy Category	Type of Revision	Comments
May 1, 2012	Securities Lending	Investment & Risk Management Policies	Administrative Change - Other Administrative Change	Administrative Changes made to synchronize the approved borrowers with the CalPERS internal risk monitoring process and also added Eurobonds as an eligible security to borrow – Attachments A & C.
May 14, 2012	Private Equity (PE) Program - <i>formally Alternative Investment Management Program</i>	Investment Asset Classes	Administrative Change - Terminology Change	Terminology Change to change the name from Alternative Investment Management (AIM) to Private Equity (PE).
May 14, 2012	Restricting Private Equity (PE) Investments in Public Sector Outsourcers - <i>formally Restricting AIM Investments in Public Sector Outsourcers</i>	Investment Asset Classes	Administrative Change - Terminology Change	Terminology Change to change the name from Alternative Investment Management (AIM) to Private Equity (PE).
<p>This report includes a summary of administrative changes for the period of February 1, 2012 to June 30, 2012. All changes have been reviewed and approved using the guidelines listed below and changes within staff's delegated authority. Going forward changes will be reported on a quarterly basis.</p> <p>Opinion Letters from Wilshire and PCA are provided (Attachments 4 and 5).</p> <p>Administrative change guidelines are:</p> <ol style="list-style-type: none"> 1. Template Change - moving sections, merging policies or programs, updating template language. 2. Terminology Change - updates to create consistency among the asset class program policies, investment terms, etc. 3. Date Change - when policies are reviewed and require no action, dates will be updated to reflect current status. 4. Other Administrative Change – other administrative changes within staff's delegated authority such as changes to improve clarity of the process and/or policy but are not substantive in nature. 5. Benchmark Change – the Benchmark Policy authorizes staff to modify benchmarks as applicable. Staff is responsible to report to the Investment Committee Quarterly on all Benchmark changes. 				



Section IV
Investment Transactions

MONTH ENDING JUNE 30, 2012



Section IV: Investment Transactions

Items Completed Under Delegated Authority (for the month of June 30, 2012)

Program Area	Name of Investment	Commitment	Initial Funding Date of Partnership	Complies with Delegation Number	Due Diligence Report Received From
Private Equity	Advent International GPE VII, L.P. ¹	450,000,000	Jun-12	07-02-INV II(B)2	Standard Life
Real Estate	ARA China Long Term Hold	480,000,000	Jul-12	11-01-INV	Bard Consulting, LLC
Real Estate	CalEast Industrial Investors, LLC	30,000,000	Dec-10	11-01-INV	Courtland Partner, Ltd
Real Estate	CalEast Soltice, LLC	250,000,000	Dec-10	11-01-INV	Courtland Partner, Ltd
Real Estate	Global Retail Investors, LLC	30,000,000	TBD	11-01-INV	Courtland Partner, Ltd
Real Estate	Global Retail Investors, LLC	230,000,000	TBD	11-01-INV	Courtland Partner, Ltd
Real Estate	Institutional Multifamily Partners LLC	252,500,000	Jul-12	11-01-INV II(A)2 & II(B)	Courtland Partner, Ltd
Real Estate	Institutional Multifamily Partners LLC	250,000,000	Jul-12	11-01-INV II(A)2 & II(B)	Courtland Partner, Ltd
Real Estate	HCB LTH	235,900,000	May-12	11-01-INV	Courtland Partner, Ltd
Real Estate	Institutional Mall Investors, LLC	105,000,000	TBD	11-01-INV	Courtland Partner, Ltd
Real Estate	Institutional Mall Investors, LLC	310,000,000	TBD	11-01-INV	Courtland Partner, Ltd
Real Estate	Fifth Street Properties LLC	500,000,000	Jul-12	07-02-INV II(B)2	Courtland Partner, Ltd
Real Estate	Fifth Street Properties LLC	1,250,000,000	Apr-12	07-02-INV II(B)2	Courtland Partner, Ltd
Real Estate	CalEast Canada Limited Partnership*	14,568,000	Dec-10	N/A	N/A
Real Estate	CalEast Industrial Investors, LLC*	31,768,000	Dec-10	N/A	N/A
Real Estate	CalEast Soltice, LLC*	43,928,000	Dec-10	N/A	N/A
Real Estate	CalWest Industrial Properties*	2,958,000	Mar-98	N/A	N/A
Real Estate	Global Retail Investors LLC*	17,000,000	Aug-05	N/A	N/A
Real Estate	GRI - DT 2011*	3,000,000	Feb-11	N/A	N/A
Real Estate	HCB LTH*	544,000	May-12	N/A	N/A
Real Estate	Institutional Mall Investors LLC*	60,000,000	Oct-03	N/A	N/A
Real Estate	IMI - DT 2011*	38,000,000	Mar-11	N/A	N/A
Real Estate	KC 2011, LLC*	11,600,000	Apr-11	N/A	N/A
Real Estate	KSC Affordable Housing Investment Fund, LLC*	11,600,000	Jul-02	N/A	N/A
Real Estate	Newland National Partners III, LLC*	26,372,000	Apr-05	N/A	N/A
Real Estate	Newland National Partners IV, LLC*	14,748,000	Apr-06	N/A	N/A
Real Estate	AEW Senior Housing Company LLC*	557,000	Apr-01	N/A	N/A
Real Estate	CalSmart LLC (Canyon)*	3,231,000	Apr-11	N/A	N/A
Real Estate	Fifth Street Properties*	5,000,000	Jul-98	N/A	N/A
Real Estate	FSP - DT 2011*	95,000,000	Apr-11	N/A	N/A
Real Estate	National Office Partners, LLC (CWP)*	45,000,000	Dec-10	N/A	N/A
Real Estate	Shea Capital I, LLC*	71,727,000	Mar-05	N/A	N/A
Real Estate	Shea Mountain House, LLC*	74,000,000	May-05	N/A	N/A

¹ Initial funding date represents funding date of investment, not partnership

* Additional Commitment to existing investment

Section IV: Investment Transactions

Disclosure of Placement Agent Fees *(for the month of June 30, 2012)*

Program Area	Firm Name	Fund	Placement Agent Firm	REGISTERED		Estimated Placement Agent Compensation	Transaction Type
				SEC/FINRA	Secretary of State		
Private Equity	Advent International Corporation	Advent International GPE VII Limited Partnership	Advent International Corporation	Yes	Yes	²	Committed ¹
<i>Notes:</i> ¹ Previously reported in Closed Session on May 14, 2012, as it was in the decision making process at the time. ² The placement agents are internal employees of the firm; their compensation is not dependent upon the amount of capital raised from any specific investor.							

Section IV: Investment Transactions

Investment Transactions Summary – Estimated Values (for the month of June 30, 2012)

	PERF - Public Markets					
	Public Equity	REIT	Income	Inflation	ARS	Liquidity
Beginning Market Value	107,847,154,795	1,351,852,086	41,919,019,635	7,072,174,787	5,115,739,945	8,609,557,447
+ Purchases	1,875,393,294	-	1,007,953,893	168,669,173	-	1,473,964,000
- Sales	(1,701,024,197)	(98,652,333)	(377,912,986)	(168,054,023)	-	(2,274,659,000)
+ Unitized Fund Purchases	25,336,657	-	-	-	-	-
- Unitized Fund Sales	(19,568,769)	-	-	-	-	(1,154,079,292)
+/- Other Changes in MV	5,176,155,358	79,893,402	(599,567,915)	29,096,602	(5,544,564)	954,193,834
Ending Market Value	113,203,447,138	1,333,093,155	41,949,492,627	7,101,886,539	5,110,195,381	7,608,976,989

	PERF - Private Markets			
	Private Equity	Real Estate	Forestland	Infrastructure
Beginning Market Value	34,272,148,663	17,490,015,161	2,120,118,524	789,838,403
+ Contributions	355,938,757	254,305,779	3,592,723	-
- Distributions	(554,509,004)	(597,305,804)	-	-
+ Unitized Fund Purchases	-	-	-	-
- Unitized Fund Sales	-	-	-	-
+/- Other Changes in MV	175,474,459	2,532,781,781	(6,750,627)	258,306,665
Ending Market Value	34,249,052,876	19,679,796,918	2,116,960,620	1,048,145,068

	Total PERF		
	Total Public Markets	Total Private Markets	Total PERF
Beginning Market Value	171,915,498,695	54,672,120,751	226,587,619,446
+ Contributions	4,525,980,360	613,837,259	5,139,817,619
- Distributions	(4,620,302,539)	(1,151,814,807)	(5,772,117,346)
+ Unitized Fund Purchases	25,336,657	-	25,336,657
- Unitized Fund Sales	(1,173,648,061)	-	(1,173,648,061)
+/- Other Changes in MV	5,634,226,716	2,959,812,279	8,594,038,995
Ending Market Value	176,307,091,829	57,093,955,482	233,401,047,310

Note: Numbers will not tie exactly to the Asset Allocation/Performance categories due to classification differences.

Section IV: Investment Transactions

Investment Proposal Activity Summary (for the month of June 30, 2012)

	Private Asset Classes				Public Asset Classes				Total
	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	
Start of Month Proposals	35	0	11	50	6	3	2	6	113
New Proposal During the Month	11	2	7	9	7	2	2	2	42
Reinstated Proposal During Month	0	0	9	0	0	0	0	0	9
Decisions During the Month	20	0	7	21	0	4	0	3	55
End of Month Proposals	26	2	20	38	13	1	4	5	109
Status Details									
Status	Private Asset Classes				Public Asset Classes				Total
	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	
Start of Month Proposals									
Submitted	6	0	0	6	0	0	1	0	13
Screening	26	0	11	36	6	3	1	6	89
Due Diligence	3	0	0	8	0	0	0	0	11
Approved	0	0	0	0	0	0	0	0	0
Subtotal	35	0	11	50	6	3	2	6	113
New Proposals During the Month									
Subtotal	11	2	7	9	7	2	2	2	42
Reinstated Proposals During Month									
Subtotal	0	0	9	0	0	0	0	0	9
Decisions During the Month									
Committed	1	0	0	2	0	0	0	0	3
Declined	17	0	7	19	0	0	0	3	46
Failed to Materialize	0	0	0	0	0	3	0	0	3
Referred	2	0	0	0	0	1	0	0	3
Subtotal	20	0	7	21	0	4	0	3	55
End of Month Proposals									
Submitted	3	0	1	3	0	0	1	0	8
Screening	21	2	18	29	13	1	3	5	92
Due Diligence	2	0	1	6	0	0	0	0	9
Approved	0	0	0	0	0	0	0	0	0
Subtotal	26	2	20	38	13	1	4	5	109

Section IV: Investment Transactions

Transition Portfolios Activity Report *(for the year of June 30, 2012)*

As per the Plan Level and Asset Class Transition Portfolios Policy, Investment Servicing Staff are reporting on the usage of transition portfolios.

During Fiscal Year 2011 – 2012, the following activity occurred:

Asset Class Level:

Received approval to process 14 transitions resulting in 44 separate transfers of approximately \$29.5 billion in cash and securities.

Plan Level:

Received approval to process 6 transitions resulting in 37 separate transfers of approximately \$4.9 billion in cash and securities.



Section V
Affiliate and Other Funds

MONTH ENDING JUNE 30, 2012



Section V: Affiliate and Other Funds

Asset Allocation (for the month of June 30, 2012)

Asset Allocation as of June 30, 2012									
	Global Equity	Domestic Equity	International Equity	Domestic Fixed	TIPS	High Yield	REITs	Commodities	Cash
Defined Benefit Plans									
Legislators' Retirement System									
Target Ranges %	27-37%	N/A	N/A	37-47%	11-19%	N/A	6-10%	1-5%	N/A
Strategic Target %	32%			42%	15%		8%	3%	0%
Actual Investment %	32%			41%	15%	8%	3%	0%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(1%)	(0%)	0%	0%	0%	0%
Judges' I Retirement System									
Target Ranges %									100%
Strategic Target %									100%
Actual Investment %									100%
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%	0%	0%	0%	0%
Judges' II Retirement System									
Target Ranges %	58-68%	N/A	N/A	15-25%	4-8%	N/A	6-10%	1-5%	N/A
Strategic Target %	63%			20%	6%		8%	3%	0%
Actual Investment %	63%			20%	6%		8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)		0%	0%	0%

Note: Allocation targets approved at the August 15, 2011 Investment Committee meeting.

Section V: Affiliate and Other Funds

Asset Allocation (for the month of June 30, 2012)

Asset Allocation as of June 30, 2012									
	Global Equity	Domestic Equity	International Equity	Domestic Fixed	TIPS	High Yield	REITs	Commodities	Cash
Health and Other Post-Employment Benefit Trusts									
Long-Term Care Fund									
Target Ranges %	N/A	20-30%	14-24%	25-35%*	11-19%		6-10%	1-5%	N/A
Strategic Target %		25%	19%	30%	15%		8%	3%	0%
Actual Investment %		25%	19%	29%	15%		8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(1%)	(0%)		0%	0%	0%
CERBT Strategy 1									
Target Ranges %	N/A	30-40%	26-36%	13-23%*	3-7%		6-10%	1-5%	N/A
Strategic Target %		35%	31%	18%	5%		8%	3%	0%
Actual Investment %		34%	30%	17%	5%		8%	3%	2%
Variance % (Strategic vs. Actual)	0%	(1%)	(1%)	(1%)	(0%)		(0%)	0%	2%
CERBT Strategy 2									
Target Ranges %	N/A	15-25%	25-35%	19-29%	11-19%		6-10%	1-5%	N/A
Strategic Target %		20%	30%	24%	15%		8%	3%	0%
Actual Investment %		20%	30%	24%	15%		8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)		0%	0%	0%
CERBT Strategy 3									
Target Ranges %	N/A	7.8-17.8%	14.2-24.2%	37-47%	11-19%		6-10%	1-5%	N/A
Strategic Target %		13%	19%	42%	15%		8%	3%	0%
Actual Investment %		13%	19%	41%	15%		8%	3%	0%
Variance % (Strategic vs. Actual)	0%	0%	0%	(1%)	(0%)		(0%)	0%	0%
Health Care Bond Fund									
Target Ranges %				100%					
Strategic Target %				100%					
Actual Investment %				100%					
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%		0%	0%	0%
Contingency Reserve Fund									
Target Ranges %									100%
Strategic Target %									100%
Actual Investment %									100%
Variance % (Strategic vs. Actual)	0%	0%	0%	0%	0%		0%	0%	0%

* In 2011 the Affiliate Funds were transitioned to new asset allocation policy targets and ranges (approved by the Investment Committee 8/15/11). \$157,979 high yield remains in SK99 due to illiquidity of the positions.

Section V: Affiliate and Other Funds

Asset Allocation (for the month of June 30, 2012)

Asset Allocation as of June 30, 2012					
	Global Equity	Fixed Income	TIPS	Commodities	REITs
<i>Defined Contribution Plans</i>					
Conservative					
Target Range %	25-35%	48-58%	11-19%	1-3%	0%
Strategic Target %	30%	53%	15%	2%	0%
Actual Investment %	30%	53%	15%	2%	0%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	0%
Moderate					
Target Range %	55-65%	23-33%	3-7%	2-6%	2-4%
Strategic Target %	60%	28%	5%	4%	3%
Actual Investment %	60%	28%	5%	4%	3%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)
Aggressive					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)
Income					
Target Range %	25-35%	48-58%	11-19%	1-3%	0%
Strategic Target %	30%	53%	15%	2%	0%
Actual Investment %	30%	53%	15%	2%	0%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	0%
2005					
Target Range %	32-42%	40-50%	12-20%	1-3%	0%
Strategic Target %	37%	45%	16%	2%	0%
Actual Investment %	37%	45%	16%	2%	0%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	0%
2010					
Target Range %	39-49%	32-42%	11-19%	1-3%	1-3%
Strategic Target %	44%	37%	15%	2%	2%
Actual Investment %	44%	37%	15%	2%	2%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)
2015					
Target Range %	45-55%	28-38%	8-14%	1-5%	2-4%
Strategic Target %	50%	33%	11%	3%	3%
Actual Investment %	50%	33%	11%	3%	3%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)

Section V: Affiliate and Other Funds

Asset Allocation (for the month of June 30, 2012)

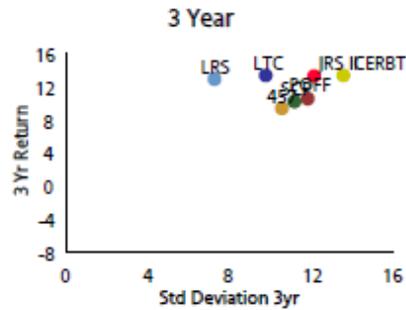
Asset Allocation as of June 30, 2012					
	Global Equity	Fixed Income	TIPS	Commodities	REITs
<i>Defined Contribution Plans</i>					
2020					
Target Range %	52-62%	25-35%	4-8%	2-6%	2-4%
Strategic Target %	57%	30%	6%	4%	3%
Actual Investment %	57%	30%	6%	4%	3%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)
2025					
Target Range %	61-71%	18-28%	1-3%	3-7%	2-6%
Strategic Target %	66%	23%	2%	5%	4%
Actual Investment %	66%	23%	2%	5%	4%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)
2030					
Target Range %	68-80%	11-21%	0%	3-7%	3-7%
Strategic Target %	74%	16%	0%	5%	5%
Actual Investment %	74%	16%	0%	5%	5%
Variance % (Strategic vs. Actual)	(0%)	0%	0%	(0%)	(0%)
2035					
Target Range %	76-88%	6-10%	0%	3-7%	3-7%
Strategic Target %	82%	8%	0%	5%	5%
Actual Investment %	82%	8%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)
2040					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)
2045					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)
2050					
Target Range %	79-91%	3-7%	0%	3-7%	3-7%
Strategic Target %	85%	5%	0%	5%	5%
Actual Investment %	85%	5%	0%	5%	5%
Variance % (Strategic vs. Actual)	0%	0%	0%	(0%)	(0%)

* Policy target weights are compared to actual target weights for internally managed risk-based and target date asset allocation plans. Asset allocation strategies are not applicable to some SIP core funds (i.e., Total Bond Return Fund).

Section V: Affiliate and Other Funds

Asset Allocation (for the month of June 30, 2012)

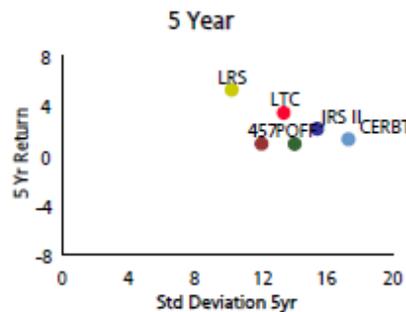
3 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
LONG-TERM CARE FUND	0.73	0.73	0.99
CERBT TRUST AGGREGATE	0.57	0.56	1.02
457 AGGREGATE	-0.55	0.69	-0.80
JUDGES' RETIREMENT SYSTEM II FUND	0.41	0.80	0.51
BALANCED GROWTH - POFF	-1.24	0.88	-1.41
LEGISLATORS' RETIREMENT SYSTEM FUND	0.87	1.11	0.78
SCP AGGREGATE	-1.18	0.77	-1.54

5 Year Risk Profile



TRACKING ERROR

	Excess Return (%)	Tracking Error	Information Ratio
LONG-TERM CARE FUND	0.07	1.02	0.07
CERBT TRUST AGGREGATE	0.53	1.11	0.47
457 AGGREGATE	-0.52	0.78	-0.66
JUDGES' RETIREMENT SYSTEM II FUND	-0.17	1.03	-0.17
BALANCED GROWTH - POFF	-1.13	1.06	-1.07
LEGISLATORS' RETIREMENT SYSTEM FUND	0.09	1.65	0.05
SCP AGGREGATE			

Excess Return - The difference between the portfolio return and the index return for the given period

Tracking Error - Standard deviation of the Excess Return

Information Ratio - Excess Return divided by the Tracking Error

The information ratio is used to measure risk adjusted returns; industry practice suggests that below 0.15 is considered low, between 0.15 and 0.25 is medium, and above 0.35 is high.

Section V: Affiliate and Other Funds

Net Performance Summary (for the month June 30, 2012)

	Ending Market Value (\$millions)	1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
		Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
DEFINED BENEFIT PLANS													
JUDGES RETIREMENT FUND	56	0.0	(1)	0.0	(1)	0.0	(1)	0.2	7	1.2	23	2.0	14
JUDGES RETIREMENT SYSTEM II FUND	642	3.6	5	1.9	(79)	1.9	(79)	13.1	41	2.1	(17)	6.2	2
LEGISLATOR'S RETIREMENT SYSTEM FUND	122	2.0	5	6.6	(87)	6.6	(87)	12.8	86	5.2	9	6.8	(6)
DEFINED CONTRIBUTION AND DEFERRED COMPENSATION PLANS													
CALPERS SUPPLEMENTAL INCOME 457 PLAN	949	2.3	(23)	0.0	(107)	0.0	(107)	9.2	(55)	0.9	(52)	4.2	
SUPPLEMENTAL CONTRIBUTIONS PLAN	19	2.4	(30)	0.0	(123)	0.0	(123)	10.0	(119)				
STATE PEACE OFFICERS' & FIREFIGHTERS' (POFF) SUPPLEMENTAL PLAN	467	2.6	(36)	(0.2)	(147)	(0.2)	(147)	10.4	(123)	0.9	(113)	4.7	(102)
HEALTH AND OTHER POST-EMPLOYMENT BENEFIT FUNDS													
CALPERS CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST (GERBT) TRUST AGGREGATE	2,053	3.7	19	0.2	52	0.2	52	13.2	57	1.2			
CALPERS HEALTH CARE BOND FUND	487	0.1	7	7.2	(24)	7.2	(24)	8.0	104	6.7			
LONG TERM CARE FUND	3,508	2.7	15	3.4	(12)	3.4	(12)	13.2	72	3.3	7	6.7	27
RESERVE FUNDS													
CONTINGENCY RESERVE FUND	6	0.0	(1)	0.0	(1)	0.0	(1)	0.2	7	1.2	23	2.0	14
SECURITIES LENDING COLLATERAL													
SECURITIES LENDING COLLATERAL REINVESTMENT POOLS	8,876	0.1	5	0.64	55	0.6	55	3.08	295	1.04	10	2.03	12

Section V: Affiliate and Other Funds

Gross Performance Summary (for the month June 30, 2012)

	Ending Market Value (\$millions)	1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
		Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps	Fund Rate of Return	Excess Return in Bps
DEFINED BENEFIT PLANS													
JUDGES RETIREMENT FUND	56	0.0	(1)	0.0	(1)	0.0	(1)	0.2	7	1.2	23	2.0	14
JUDGES RETIREMENT SYSTEM II FUND	642	3.6	5	1.9	(79)	1.9	(79)	13.1	41	2.1	(17)	6.2	2
LEGISLATOR'S RETIREMENT SYSTEM FUND	122	2.0	5	6.6	(87)	6.6	(87)	12.8	86	5.2	9	6.8	(6)
DEFINED CONTRIBUTION AND DEFERRED COMPENSATION PLANS													
		1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
CALPERS SUPPLEMENTAL INCOME 457 PLAN	949	2.3	(18)	0.6	(55)	0.6	(55)	9.8	0				
SUPPLEMENTAL CONTRIBUTIONS PLAN	19	2.5	(26)	0.4	(82)	0.4	(82)	10.6					
STATE PEACE OFFICERS' & FIREFIGHTERS' (POFF) SUPPLEMENTAL PLAN	467	2.6	(32)	0.3	(99)	0.3	(99)	11.0	(29)	1.6	(37)	5.4	(29)
HEALTH AND OTHER POST-EMPLOYMENT BENEFIT FUNDS													
		1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
CALPERS CALIFORNIA EMPLOYERS' RETIREE BENEFIT TRUST (GERBT) STRATEGY 1 FUND	2,053	3.7	19	0.2	52	0.2	52	13.2	57	1.2			
CALPERS HEALTH CARE BOND FUND	487	0.1	7	7.2	(24)	7.2	(24)	8.0		6.7			
LONG TERM CARE FUND	3,508	2.7	15	3.4	(12)	3.4	(12)	13.2	27	0.0	7	6.7	27
RESERVE FUNDS													
		1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
CONTINGENCY RESERVE FUND	6	0.0	(1)	0.0	(1)	0.0	(1)	0.2	14	1.2	23	2.0	14
SECURITIES LENDING COLLATERAL													
		1 Month		FYTD		1 Yr		3 Yr		5 Yr		10 Yr	
SECURITIES LENDING COLLATERAL REINVESTMENT POOLS	8,876	0.1	5	0.64	55	0.6	55	10.98	295	1.04	10	2.03	12

Policy Violations *(for the month of June 30, 2012)*

○ **Securities Lending (Cont'd.)**● **Existing Compliance Issues:**IDENTIFIED SECURITIES THAT DID NOT MEET RATING:

CCESS Group – (00432CDM0) 04/25/17

Date of violation – 10/10/11

SLM Student Loan Trust – (78443DAA0) 09/15/22

Date of violation – 05/28/10

National Collegiate Student Loan Trust – (63543XAA7) 06/25/25

Date of violation – 12/02/08

Gryphon (SIV) – (40052TAA7) 08/01/20

Date of violation – 08/29/07

Ironside Holdings (SIV) – (IRONSZ\$09) 12/01/53

Date of violation – 12/21/07

The above securities were purchased by external managers and downgraded by Fitch, Moody's and S&P in prior periods.

Staff Recommendation:

Staff expects the remaining three Asset-Backed Securities to pay down over the next 14 to 18 months. The SIVs are currently under review and Staff is working to maximize value and will continue to update the Board accordingly.

Section V: Affiliate and Other Funds

Investment Transactions Summary (for the month of June 30, 2012)

	Health and Other Post-Employment Benefit Funds					Reserve Fund
	CERBT Strategy 1 Fund	CERBT Strategy 2 Fund	CERBT Strategy 3 Fund	Health Care Bond Fund	Long Term Care Fund	Contingency Reserve Fund
Beginning Market Value	1,627,992,719	284,861,763	4,826,885	486,775,985	3,407,127,894	6,110,993
+ Purchases	-	-	-	-	-	-
- Sales	-	-	-	-	-	-
+ Unitized Fund Purchases	43,850,000	21,115,000	1,252,000	730	85,059,000	-
- Unitized Fund Sales	(24,500,000)	(18,275,000)	-	-	(75,700,000)	-
+/- Other Changes in MV	102,967,837	9,252,999	71,245	557,611	91,039,976	299
Ending Market Value	1,750,310,556	296,954,762	6,150,130	487,334,327	3,507,526,870	6,111,292

	Defined Contribution and Deferred Compensation Plans	Defined Benefit Plans		
	Supplemental Income Plans (457/SCP/POFF)	Judges Retirement Fund	Judges Retirement System II Fund	Legislator's Retirement System Fund
Beginning Market Value	238,658,489	55,868,797	615,091,384	120,599,528
+ Purchases	-	-	-	-
- Sales	-	-	-	-
+ Unitized Fund Purchases	24,483,260	-	15,750,100	2,787,000
- Unitized Fund Sales	(23,749,398)	-	(10,185,000)	(3,387,500)
+/- Other Changes in MV	252,229,609	2,732	21,748,571	2,387,422
Ending Market Value	491,621,960	55,871,529	642,405,055	122,386,450

	Unitized Funds					Affiliated and Other Funds
	Public Equity	REIT	Income*	Inflation	Liquidity*	
Beginning Market Value	70,876,388,451	1,760,651,758	39,054,077,537	3,284,324,674	7,268,498,458	4,658,380,072
+ Purchases	533,791,822	37,332,425	16,928,766,087	3,360,449,278	6,136,589,802	151,725,777
- Sales	(205,846,708)	(32,800,365)	(17,552,589,291)	(3,471,679,278)	(9,079,380,000)	(115,159,459)
+/- Other Changes in MV	3,281,745,284	104,294,617	(436,512,884)	189,914,967	1,411,324,311	90,035,874
Ending Market Value	74,486,078,849	1,869,478,435	37,993,741,449	3,363,009,641	5,737,032,571	4,784,982,264

* Maturities may be included due to the volume of transactions



CalPERS Investment Office
Investment Servicing Division
400 Q Street
Sacramento, CA. 95814