



Consent

Agenda Item 3b

November 13, 2012

ITEM NAME: Revision of the Supplemental Income Plans (SIP)
CalPERS Risk-Based and Target Retirement Date Funds
Policy

PROGRAM: Affiliate Investment Programs

ITEM TYPE: Policy & Delegation – Consent Action

RECOMMENDATION

Approve the revised Statement of Investment Policy for Supplemental Income Plans (SIP) CalPERS Risk-Based and Target Retirement Date Funds Policy as shown in Attachment 1.

EXECUTIVE SUMMARY

The revised policy clarifies policy language for the Target Retirement Date Funds.

STRATEGIC PLAN

This agenda item supports the CalPERS Strategic Plan goal of improving long-term pension and health benefit sustainability by providing additional clarity regarding the Target Retirement Date Funds within the Policy.

BACKGROUND

On October 15, 2012, the Investment Committee approved a revision of the Policy to clarify the SIP Target Retirement Date Funds glidepath by better illustrating gradual adjustments to target asset allocations, per fund, over time and reflecting current practice. The Committee requested that certain language in the Policy be clarified.

The revised Policy in Attachment 1 further clarifies language for the Target Retirement Date Funds and makes consistent use of commonly used terms.

BENEFITS/RISKS

The changes do not substantively affect the Policy. There are no additional risks associated with the Policy.

ATTACHMENTS

Attachment 1 – Revised SIP CalPERS Risk-Based and Target Retirement Date Funds Policy

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