

Month	Board/Committee
January Offsite	<p>Asset Allocation Fundamentals, Asset Liability Risk Management, Investment Beliefs An overview of key asset allocation concepts, including the theoretical foundation, strategic asset allocation application at CalPERS, and enhancements planned for the 2013 Strategic Asset Allocation Decision Process.</p> <p>The launch of the Investment Beliefs Project.</p> <p>A discussion of the key risk considerations including funding level, employer contribution rate, and employer contribution rate volatility.</p>
February	<p>Board Workshop - Amortization and Smoothing Policies An in-depth discussion surrounding what causes volatility in employer contribution rates and how this volatility has been smoothed over the years at CalPERS. Board was provided a preview of alternative amortization and smoothing methods that could be used going forward to fund the System. The short term and long term impact each method would have on the funded status of the System was presented for each alternative along with current methods.</p>
March	<p>Board Meeting - Review of Amortization Periods and Smoothing Methods – 1st Reading First Reading of a proposal to change CalPERS amortization and smoothing policies. The proposed changes would modify the approach used by CalPERS to achieve smoothing and would shorten smoothing and amortization periods. Board adopted as a first reading but requested options to potentially delay the implementation.</p> <p>Investment Committee Workshop - Investment Beliefs Stakeholder Panel A discussion of investment beliefs with a panel of stakeholders including representatives from local government, organized labor, and investment management.</p>
April	<p>Board Meeting - Review of Amortization Periods and Smoothing Methods – 2nd Reading Second reading of a proposal to change CalPERS amortization and smoothing policies. The proposed changes would modify the approach used by CalPERS to achieve smoothing and would shorten smoothing and amortization periods.</p> <p>Investment Committee Workshop – Discussion of Investment Beliefs A discussion of investment beliefs themes.</p>
May	<p>Investment Committee Workshop - Review of Asset Class Roles and Introduction to Capital Market Assumptions A review of CalPERS broad asset classes and their role in the Total Fund including macro risks and key drivers of asset returns such as economic growth, inflation, and real yield.</p> <p>Introduction of Capital Market Assumptions methodology and limitations.</p>
June	<p>Investment Committee Meeting - Formal Action on CalPERS Capital Market Assumptions Adoption of Capital Market Assumptions for input into the asset allocation decision process.</p> <p>Investment Committee Workshop - Discussion of Risk Factors, Liquidity and Cash Management Discussion of major risk factors including growth, inflation, interest rates, income yield, and volatility. Review of liquidity and cash management across the Total Fund.</p> <p>Investment Committee Meeting – Sustainable Investment: Review of Evidence Discussion of results of sustainability research initiative.</p>
July Offsite	<p>Preview of November Asset Liability Management (ALM) Workshop Methodology and Investment Beliefs Preview of November workshop methodology.</p> <p>Reach consensus on Investment Beliefs.</p>
August	Public comment period on Investment Beliefs.
September	<p>Investment Committee Meeting - Adoption of Investment Beliefs Review and consider finalized Investment Beliefs for approval.</p> <p>Investment Committee Workshop - Discussion of Currency Hedging Impacts on the CalPERS Portfolio Discussion of strategic currency hedging across the CalPERS Total Fund.</p>
November ALM Workshop	<p>Conduct Asset Liability Management Workshop (11/12-11/13) Review candidate portfolios sensitivity to each risk consideration.</p> <p>Review the impact of amortization and smoothing schedule on risk considerations.</p> <p>Review candidate portfolios loading on risk factors (growth, inflation, interest rates, income yield, and volatility).</p> <p>Reach consensus on preferred asset mix for CalPERS Policy Portfolio.</p>
December	<p>Investment Committee Meeting - Formal Action on Asset Allocation Policy Portfolio Review staff recommendation on asset allocation targets and ranges for consideration and final approval. The Policy Portfolio will be effective July 1, 2014 following revision of the Asset Allocation Policy.</p>
2014	<p>Board Meeting - Review of Demographics and Economic Actuarial Assumptions Actuarial staff will present the results of a review of all demographic and economic assumptions, including the discount rate assumptions and recommended changes to these assumptions if appropriate. The review of the discount rate assumption and any potential recommendation for a change will take into account any decisions made by the Board on Asset Allocation.</p> <p>Board Meeting - Set Risk Targets, and Limits (Spring/Summer 2014)</p> <p>Board Meeting - Develop Plan to Get Pension Risk Levels Within Limits (Fall/2014/ Winter 2015)</p>