



## Meeting Summary

September 18, 2013

The Investment Committee (Committee) met on September 16, 2013.

Additionally, the Committee participated in a workshop to explore CalPERS currency hedging program in more detail, and discussed several Asset Liability Management (ALM) related topics. These ALM topics included updated capital market assumptions for the Global Fixed Income asset class, a low-volatility equity strategy, the relationship between potential portfolio choices and key risk considerations such as funded level, and flexible de-risking as a way to improve long-term plan sustainability.

### **The Committee approved:**

- Adoption of CalPERS Investment Beliefs and conducted the initial review of the proposed Statement of Investment Policy to operationalize the Investment Beliefs.
- Revision of the Total Fund Benchmarks Policy to update the Currency Overlay Program benchmark calculation methodology, remove the Multi-Asset Partners Program, and include approved interim asset allocation target weights.
- A one-year extension of Pension Consulting Alliance's contract to serve as the Board's Private Equity Investment Consultant.

### **The Committee received presentations on:**

- The annual review of the Global Fixed Income Programs by staff and the Board's Investment Consultants.
- A report by the Board's Investment Consultants on the comparative performance and risk of the Total Fund against a public fund peer universe.

### **The Committee heard Public comment on the following topic:**

- CalPERS adoption of Investment Beliefs.

### **Highlights of what to expect at upcoming Committee meetings:**

- In October staff will return with the Statement of Investment Policy for CalPERS Investment Beliefs for adoption.
- The October meeting will also include an update on the Investment Office Roadmap and Target Operating Model, as well as annual program reviews will be presented for the Global Equity and Absolute Return Strategies Programs.

The next meeting of the Committee is scheduled for October 14, 2013, in Sacramento, California.