Investment Committee

California Public Employees' Retirement System

Agenda Item 8a

November 18, 2013

ITEM NAME: CIO Total Fund Performance and Risk Report

PROGRAM: Total Fund

ITEM TYPE: Asset Allocation, Performance & Risk – Information

EXECUTIVE SUMMARY

The Total Fund Performance and Risk Report provides summary level economic views, market analysis, portfolio risk, and performance for the Total Fund (Attachment 1). The market and economic analysis covers the current market environment, core economic indicators and topical issues that are having, or could have an impact on short or long-term investment decisions (Attachment 2). The portfolio risk analysis provides an update on the total risk the organization has chosen to be exposed to through asset allocation and policy benchmarks (Attachment 3). The asset class performance provides a breakdown by asset class of current performance (Attachment 4). The Quarterly Performance Report provides a comprehensive update on each portfolio within the Total Fund relative to long-term targets and policy benchmarks (Attachment 5).

STRATEGIC PLAN

This agenda item supports the CalPERS Strategic Plan goal to improve long-term pension and health benefit sustainability. This report provides detailed information for performance across the Public Employees' Retirement Fund (PERF) and Affiliate Funds to support the CalPERS Investment Committee in its oversight capacity.

BACKGROUND

This item consolidates key summary updates that were previously found in multiple presentations into a single comprehensive presentation. The new presentation allows the Investment Office to convey the status and position of the Total Fund more consistently and effectively to the Investment Committee.

BUDGET AND FISCAL IMPACTS

Not Applicable

ATTACHMENTS

Attachment 1 – CalPERS Chief Investment Officer (CIO) Total Fund Performance and Risk Report (as of September 30, 2013)

Attachment 2 – CalPERS CIO Total Fund Update Appendix A: Market and Economic Update

Attachment 3 – CalPERS CIO Total Fund Update Appendix B: Portfolio Risk

Attachment 4 – CalPERS CIO Total Fund Update Appendix C: Asset Class Performance (as of September 30, 2013)
Attachment 5 – CalPERS CIO Quarterly Performance Report (as of September 30, 2013)

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