



Meeting Summary

February 20, 2014

The Investment Committee (Committee) met on February 18, 2014.

The Committee conducted an election for the Chair and Vice-Chair positions:

- Henry Jones was elected as Chair of the Committee.
- George Diehr was elected as Vice-Chair of the Committee.

The Committee approved:

- The transmission of the Holocaust Era, Northern Ireland and CalPERS Emerging Manager Five-Year Plan reports to the California Legislature.
- The revision of the Real Asset Delegation Resolution to align with current fund values and CalPERS Asset Allocation Policy.
- The revision of the Global Fixed Income Delegation Resolution to improve consistency with other policies, delegations and reflects the repeal of the Barclays Aggregate Program Policy.
- The initiation of the Private Equity Board Investment Consultant Request for Proposal process and the extension of General Pension Spring-Fed Pool.
- Recommendation of a candidate policy portfolio (Portfolio A) to the CalPERS Board of Administration for consideration regarding the Strategic Asset Allocation for the Public Employees' Retirement Fund. The recommended portfolio represents the lowest volatility of three available options, with an expected return of 7.15%.

The Committee received presentations on:

- The performance and risk profile of the Total Fund as of December 31, 2013.
- The quarterly report of the Global Governance Program.

The Committee heard Public comment on the following topics:

- Compliance with contract outsourcing law and emphasis on transfer of knowledge.
- Concerns with restricted list trading violations.
- Approval of labor contracting between Caesars and CalPERS external managers.

Highlights of what to expect at upcoming Committee meetings:

- In March, the Committee will receive an update on the Targeted Investment Programs and Diversity Initiatives.

The next regular meeting of the Committee is scheduled for March 17, 2014, in Sacramento, California.