



Agenda Item 9b

February 18, 2014

ITEM NAME: Acting 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 State of the Economy 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 Management Summary 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 Review provides a breakdown by asset class of current performance (Attachment 4). The CIO 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 (IC) in its oversight capacity.

BACKGROUND

In an effort to improve reporting to the IC attachments 2-5 were redesigned and enhanced to provide Total Fund asset allocation, performance, and risk information more consistently and effectively to the IC.

BUDGET AND FISCAL IMPACTS

Not Applicable

ATTACHMENTS

- Attachment 1 – CalPERS Chief Investment Officer (CIO) Total Fund Performance & Risk Report (as of December 31, 2013)
- Attachment 2 – CalPERS CIO Total Fund Performance & Risk Report: State of the Economy
- Attachment 3 – CalPERS CIO Total Fund Performance & Risk Report: Risk Management Summary

Agenda Item 9b
Investment Committee
February 18, 2014
Page 2 of 2

Attachment 4 – CalPERS CIO Total Fund Performance & Risk Report: Asset Class
Review

Attachment 5 – CalPERS CIO Performance Report (as of December 31, 2013)

THEODORE ELIOPOULOS
Acting Chief Investment Officer