



Agenda Item 10a

February 18, 2014

ITEM TITLE: Global Governance Program Update

PROGRAM: Global Governance

ITEM TYPE: Program Review – Information

EXECUTIVE SUMMARY

This agenda item provides the Global Governance Program (the Program) quarterly update. Attachment 1 presents examples of corporate engagement initiatives underway. Attachment 2 provides the quarterly update on proxy voting.

STRATEGIC PLAN

This agenda item supports the goal of CalPERS Strategic Plan to improve long-term pension and health benefit sustainability. The Program review supports the Investment Committee (IC) in its oversight role to monitor performance, initiatives, and contributions to the System's investment objectives.

BACKGROUND

The Program seeks good governance practices to ensure that CalPERS funds are being used for the benefit of our members to produce sustainable long-term, risk adjusted returns that pay pensions.

BUDGET AND FISCAL IMPACTS

Not Applicable

ANALYSIS

This quarterly update highlights recent work in the corporate engagement work stream which reflects CalPERS investment belief that, "Long-term value creation requires effective management of three forms of capital: financial, physical, and human."

ATTACHMENTS

Attachment 1 – Global Governance Program Quarterly Update

Attachment 2 – Quarterly Update Global Proxy Voting

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