

CalPERS

Total Fund Monthly Update – Investment Compliance

MONTH ENDING MARCH 31, 2014

As of March 31, 2014

Items Completed Under Delegated Authority

Disclosure of Placement Agent Fees

Investment Proposal Activity Summary

Policy Violations

Disclosure of Closed Session Action Items

Spring-Fed Pool Contract Status

Investment Policy Administrative Changes

Items Completed Under Delegated Authority *(for the month ended March 31, 2014)*

Program Area	Name of Investment	Commitment	Initial Funding Date of Partnership	Complies with Delegation Number
Absolute Return Strategies	Northwest Eureka Fund	\$27.35 million	Dec-13	11-03-INV
Global Equity	Lazard Asset Management	\$152 million	Aug-07	07-03-INV
Global Equity	Internally Managed Volatility-Anomaly Strategy – International Developed (Volatility Adjusted)	\$500 million	Mar-14	07-03-INV
Global Equity	Internally Managed Volatility-Anomaly Strategy – International Developed (Minimum Risk)	\$500 million	Mar-14	07-03-INV
Private Equity	Permira V, L.P.	€225 million	Mar-14	07-02-INV II (B) 2

Disclosure of Placement Agent Fees (for the month ended March 31, 2014)

Firm Name	Permira V GP Limited	Alphadyne Asset Management
Asset Class	Private Equity	Absolute Return Strategies
Fund	Permira V Fund	Alphadyne Eureka Fund, LLC
Period	March 2014	March 2014
Placement Agents and Firm	Phillip Bassett, Partner, and Chris Davison, Principal, of Permira V G.P.	SeaJin Huh, internal employee of Alphadyne Asset Management
Registered with SEC/FINRA	Yes	Ms. Huh is registered with the National Futures Association as an Associated Person. Alphadyne Asset Management LLC, the prospective Investment Manager to the CalPERS Investment and employer of Ms. Huh, is a U.S. Securities and Exchange Commission registered investment adviser.
Registered Lobbyists	Yes	Ms. Huh is registered as a lobbyist with the State of California Filer ID #1359697.
Estimated Placement Agent Compensation	The disclosed Placement Agents are involved in marketing Permira private equity and debt funds to institutional investors. Their compensation is based on their, and Permira's, overall performance. An estimate of dollar compensation allocation to CalPERS investment would be approximately US \$1,000 to US \$5,000 for each of the two lobbyists.	Ms. Huh's compensation in relation to this investment was \$837. Ms. Huh receives compensation as a full-time Alphadyne employee, and her compensation is not contingent on a CalPERS Investment.
Notes	This was previously reported in Closed Session of Investment Committee in December 2013, to inform the Board of the Placement Agent compensation.	This was previously reported in Closed Session of the Investment Committee in December 2013, to inform the Board of the Placement Agent compensation. At the time of the initial report, the contract was still under negotiations. The proposed investment with this manager has since failed to materialize.
Transaction Type	New	New

Investment Proposal Activity Summary (for the month ended March 31, 2014)

	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	Total
Start of Month Proposals	28	2	38	15*	15	7	2	2	109
New Proposal During the Month	15	0	13	1	9	1	0	1	40
Reinstated Proposal During Month	0	0	0	0	0	0	0	0	0
Decisions During the Month	17	0	10	0	13	7	2	2	51
End of Month Proposals	26	2	41	16	11	1	0	1	98

Status Details

Status	Private Asset Classes				Public Asset Classes				Total
	Private Equity	Forestland	Infrastructure	Real Estate	ARS	Global Equities	Commodities	Global Fixed Income	
Start of Month Proposals									
Submitted	0	0	0	1	2	0	0	0	3
Screening	25	2	35	13	13	7	2	2	99
Due Diligence	3	0	3	1	0	0	0	0	7
Approved	0	0	0	0	0	0	0	0	0
Subtotal	28	2	38	15*	15	7	2	2	109
New Proposals During the Month									
Subtotal	15	0	13	1	9	1	0	1	40
Reinstated Proposals During Month									
Subtotal	0	0	0	0	0	0	0	0	0
Decisions During the Month									
Committed	1	0	0	0	0	0	0	0	1
Declined	15	0	10	0	13	0	2	2	42
Failed to Materialize	0	0	0	0	0	5	0	0	5
Referred	1	0	0	0	0	2	0	0	3
Subtotal	17	0	10	0	13	7	2	2	51
End of Month Proposals									
Submitted	0	0	6	1	1	1	0	0	9
Screening	22	2	32	14	10	0	0	1	81
Due Diligence	2	0	3	1	0	0	0	0	6
Approved	2	0	0	0	0	0	0	0	2
Subtotal	26	2	41	16	11	1	0	1	98

*Note: The Start of Month Proposals for Real Estate was revised downwards from 16 to 15 due to a proposal that was double counted.

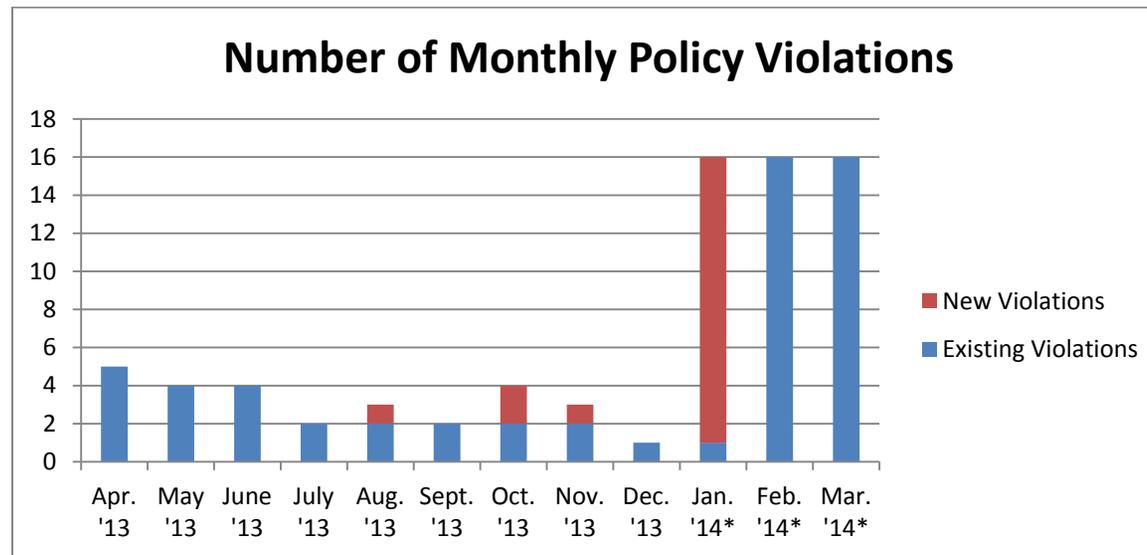
Policy Violations (for the month ended March 31, 2014)

Material Exceptions to Policy

According to policy requirements, the following is a summary of investment policy violations as reported by the program areas.

The following program areas had no violations to report for the month:

- Private Equity
- Absolute Return Strategies
- Global Governance
- Asset Allocation
- Global Equities



*See page 7 - All but one violation is related to administrative policy revisions needed to reflect Board approved changes.

Policy Violations (for the month ended March 31, 2014)**New:**

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Violation Description	Event Description and Resolution (expected) or Next Steps
No items to report					

Existing:

Program Area or Asset Class	Event Date	Resolution Date	Policy Violated	Violation Description	Event Description and Resolution (expected) or Next Steps
Fixed Income (Sec Lending)	12/21/2007	Not Yet Resolved	Statement of Investment Policy for Securities Lending.	"Ironside Holdings" was downgraded and no longer meets rating standards specified by the policy.	This is a restructured Structured Investment Vehicle (SIV) which is in a pay down mode, with no maturity date. Per the Policy, the Global Fixed Income Senior Investment Officer (SIO) has the authority to maintain this position in the best interest of the PERF. The Global Fixed Income SIO believes the current pricing of the restructured The SIV is undervalued and recommends holding the security.
Various	Various	June 2014 (estimated)	Various	Thirteen instances in nine policies where reporting of certain information is required (per the policies) on a quarterly basis, but the reporting had changed in practice to an annual basis.	With prior Board approval, program reviews are now being conducted annually instead of quarterly. The policies have not been updated to reflect the approved change in frequency of reporting. Investment Office (INVO) will seek to remediate these policy violations by proposing administrative policy changes that change the periodicity of reporting from quarterly to annual.
Investment Servicing Division	November 2011	June 2014 (estimated)	Statement of Investment Policy for Real Estate Accounting (Policy)	Two sections of the Policy refer to providing the Quarterly Performance Report to the Investment Committee. This report has not been sent to the Committee since August 2011. The Policy has not been updated to reflect this change.	With prior Board approval, the Quarterly Performance Report is no longer being provided to the Investment Committee. The Policy has not been updated to reflect the change in reporting requirements. INVO will seek to remediate these policy violations by proposing administrative policy changes to the language in the policy.

Disclosure of Closed Session Action Items *(for the month ended March 31, 2014)*

	Investment Committee Meeting	Agenda Item	Investment Committee Action	Vote
	No items to report			

Spring-Fed Pool Contract Status Quarterly Report (for the quarter ended March 31, 2014)

The report details Letter of Engagement (LOE) commitments, by the Investment Office, for spring-fed pool contractors. Actual expenditures against these commitments may be less, but never greater than this amount, unless agreed upon by CalPERS through an amended letter of engagement.

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Title/Description	LOE Amount	LOE Balance, as of March 31, 2014	Selection Reason	
Q1	Investment Servicing Division (ISD)	General Pension Consulting Services Spring-Fed Pool	Cutter Associates (2009-5104)	07/01/13	08/30/14	INVO Roadmap and Target Operating Model Implementation & Private Equity Portfolio Management Solution	\$ 410,220	\$ 113,950	Existing knowledge of the investment or organization	
Q2				09/05/13	01/10/14	INVO IT Strategy Refresh and INVO Technology Roadmap Development & INVO ITSB MOU Update	\$ 89,600 \$ 26,880	\$ -	Existing knowledge of the investment or organization	
Subtotal							\$ 526,700	\$ 113,950		
Q1	INVO	General Pension Consulting Services Spring-Fed Pool	Pension Consulting Alliance (2009-5105)	07/01/12	09/30/13	Back-Up to the Primary Pension Board Investment Consultant Services	\$ 37,500	\$ 18,750	Existing knowledge of the investment or organization	
Q2				Targeted Investment Program (TIP)	10/01/13	06/30/13	Back-Up to the Primary Pension Board Investment Consultant Services	\$ 112,500	\$ 45,000	Existing knowledge of the investment or organization
				Private Equity (PE)	12/01/13	06/30/14	Emerging Manager Communications Plan	\$ 75,000	\$ 24,300	Existing knowledge of the investment or organization
				12/01/13	06/30/14	Private Equity Emerging Manager Review - Special Project	\$ 285,000	\$ 145,922	Existing knowledge of the investment or organization	
Subtotal							\$ 510,000	\$ 233,972		
Q1	TIP	General Pension Consulting Services Spring-Fed Pool	Callan Associates, Inc. (Contract #2009-5108)	09/15/13	06/30/14	CalPERS EM 5-Year Plan Portfolio Management Initiatives: Emerging Manager Work Streams 1	\$ 275,000	\$ 75,000	Existing knowledge of the investment or organization	
Q3				Real Estate (RE)	02/01/14	06/30/14	Investment Portfolio Accounting and Fund Structure			\$ 350,000
Subtotal							\$ 700,000	\$ 75,000		
Q1	TIP	General Pension Consulting Services Spring-Fed Pool	Pacific Community Ventures (Contract #2009-5116)	07/15/13	06/30/14	CalPERS for California Report	\$ 355,000	\$ 22,200	Existing knowledge of the investment or organization	
Subtotal							\$ 355,000	\$ 22,200		
Q3	Infrastructure & Forestland	General Pension Consulting Services Spring-Fed Pool	Mercer Investment Consulting, Inc. (2009-5110)	02/03/14	05/30/14	Project Matterhorn Co-Mingled Fund Investment Custom Account	\$ 52,500	\$ -	Existing knowledge of the investment or organization	
Subtotal							\$ 52,500	\$ -		
Total General Pension SFP Committed Amount							\$2,144,200	\$445,122		
Q1	Absolute Return Strategies (ARS)	Global Equity General Consultant Spring-Fed Pool	Drobny (Contract # 2010-5961)	07/15/13	07/14/14	ARS Reporting and Advisory Services FY13-14	\$ 120,000	\$ -	Extensive knowledge of the Global Macro Hedge Fund Industry	
Subtotal							\$ 120,000	\$ -		
Q1	Global Governance	Global Equity General Consultant Spring-Fed Pool	GMI (Contract # 2010-5959)	09/06/13	09/30/13	Voting Calculation Methodology-Russell 1000 and S&P500 Indices	\$ 10,000	\$ -	Best value (determined through bid request proposals)	
Q2	Global Governance			10/02/13	11/15/13	Governance Trends Report 2013	\$ 64,000	\$ -	Only pool contractor with the expertise to perform the work	
Subtotal							\$ 74,000	\$ -		
Q2	ARS	Global Equity General Consultant Spring-Fed Pool	Mosaic (Contract # 2010-5945)	10/31/13	10/13/14	Absolute Return Strategies (ARS) Services	\$ 150,000	\$ 150,000	Existing knowledge of the investment or organization	
Q3	Global Equity (GE)			03/01/14	06/30/15	Global Equity Brokerage Services	\$ 500,775	\$ 500,775	Existing knowledge of the investment or organization	
Subtotal							\$ 650,775	\$ 650,775		
Q2	ARS	Global Equity General Consultant Spring-Fed Pool	PAAMCO (Contract # 2010-5947)	11/01/13	10/31/13	ARS Fund Administration	\$ 250,000	\$ 166,667	Existing knowledge of the investment or organization	
Subtotal							\$ 250,000	\$ 166,667		

Spring-Fed Pool Contract Status Quarterly Report (for the quarter ended March 31, 2014)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Title/Description	LOE Amount	LOE Balance, as of March 31, 2014	Selection Reason
Q2	ARS	Global Equity General Consultant Spring-Fed Pool	UBS Alternative & Quantitative Investments, LLC (Contract # 2010-5943)	11/07/13	10/31/14	ARS Advisory Services	\$ 3,000,000	\$ 3,000,000	Existing knowledge of the investment or organization
Subtotal							\$3,000,000	\$3,000,000	
Total Global Equity SFP Committed Amount							\$4,094,775	\$3,817,442	
Q1	Infrastructure & Forestland	Inflation Linked Asset Class Consultant Spring-Fed Pool	Courtland Partners, Ltd. (Contract 2008-4929)	07/22/13	08/15/13	Project Piano: Part 2 - Prudent Person Opinion	\$ 5,000	\$ 1,319	Existing knowledge of the investment or organization
Subtotal							\$ 5,000	\$ 1,319	
Q3	Infrastructure & Forestland	Inflation Linked Asset Class Consultant Spring-Fed Pool	LP Capital Advisors (Contract #2008-4935)	03/01/14	03/01/15	Infrastructure Program Support	\$ 118,825	\$ 118,825	Existing knowledge of the investment or organization
Subtotal							\$ 118,825	\$ 118,825	
Q3	Infrastructure & Forestland	Inflation Linked Asset Class Consultant Spring-Fed Pool	Meketa Investment Group (Contract # 2008-4936)	03/01/14	03/01/15	CalPERS Infrastructure Program Advisory Services	\$ 106,250	\$ 97,396	Existing knowledge of the investment or organization
Subtotal							\$ 106,250	\$ 97,396	
Total Inflation-Linked Asset Class Consultant Spring-Fed Pool							\$230,075	\$217,540	
Q3	PE	Private Equity Spring-Fed Pool	Altius Associates (Contract # 2011-6235)	03/15/14	05/30/14	Due Diligence Assistance Vista Equity Partners Fund V (VEPF V)	\$ 30,000	\$ 30,000	Best value (determined through bid request proposals)
				04/01/14	05/30/14	Due Diligence Assistance on Investment Accounts in European Debt Markets	\$ 80,000	\$ 80,000	Best value (determined through bid request proposals)
Subtotal							\$ 110,000	\$ 110,000	
Q2	PE	Private Equity Spring-Fed Pool	Cambridge Associates LLC (Contract #2011-6237)	10/02/13	06/30/14	2013 Private Equity Emerging Manager Task Force Special Project	\$ 400,000	\$ -	Only vendor with experience on prior project
				12/13/13	05/31/14	2013 Private Equity: Dispersion of Return, Volatility, and Correlation over Time Special Project	\$ 75,000	\$ -	Only vendor with experience on prior project
Subtotal							\$ 475,000	\$ -	
Q1	PE	Private Equity Spring-Fed Pool	FTI Consulting (Contract #2011-6094)	08/09/13	03/15/14	Second Review of California Emerging Ventures (CEV) Funds I-IV (Special Project)	\$ 176,000	\$ -	Existing knowledge of the investment or organization
Subtotal							\$ 176,000	\$ -	
Q2	GE	Stand Alone	KPMG (Contract No. 2012-6708)	11/09/13	01/13/14	Valuation Assistance with Partnership Interests in the GE Portfolio	\$ 137,500	\$ -	Only contractor with the expertise to perform the work
Subtotal							\$ 137,500	\$ -	
Q2	PE	Private Equity Spring-Fed Pool	Strategic Investment Solutions, Inc. (Contract #2011-6098)	10/18/13	12/13/13	Due Diligence - Blackstone Tactical Opportunities Fund, L.P.	\$ 25,000	\$ -	Selected through Bid Process
Subtotal							\$ 25,000	\$ -	
Q3	PE	Private Equity Spring-Fed Pool	Hamilton Lane Advisors, LLC (Contract # 2011-6082)	02/01/14	05/30/14	Due Diligence - First Reserve XIII, LP	\$ 50,000	\$ -	Existing knowledge of the investment or organization
Subtotal							\$ 50,000	\$ -	
Total Private Equity SFP Committed Amount							\$973,500	\$ 110,000	
Q1	PE	Private Equity Spring-Fed Pool	UBS Securities (Contract #2011-6091)	09/13/13	06/30/14	Purchase and Sale of Private Equity Portfolio Limited Partnership Interests - Secondary Sale	\$ 5,000,000	\$ 5,000,000	Existing knowledge of the investment or organization
Subtotal							\$ 5,000,000	\$ 5,000,000	
Total Private Equity SFP Committed Amount - Secondary Sale Costs Paid from Proceeds							\$5,000,000	\$5,000,000	

Spring-Fed Pool Contract Status Quarterly Report (for the quarter ended March 31, 2014)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Title/Description	LOE Amount	LOE Balance, as of March 31, 2014	Selection Reason
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Bard Consulting (Contract #2010-5565)	07/01/13	06/30/14	Incentive Fee Analysis & Modeling for New Partnerships	\$ 150,000	\$ 83,913	Existing knowledge of the investment or organization
				07/01/13	06/30/14	Due Diligence/ Annual Investment Plans/ Portfolio Monitoring/ Modeling and Incentive Fee Analysis/ and Incentive Fee Payable Review	\$ 445,500	\$ 224,150	Existing knowledge of the investment or organization
							\$ (22,275)		
				07/01/13	06/30/14	Land Portfolio: Due Diligence/ Hold Sell Analysis/Manager Search	\$ 330,000	\$ 134,400	Existing knowledge of the investment or organization
							\$ (16,500)		
				09/03/13	06/30/14	Real Estate Portfolio Performance Attribution Model Enhancements and Added Functionality	\$ 85,000	\$ 2,969	Existing knowledge of the investment or organization
Q3				09/13/13	12/31/13	Hines HC Green - Potential Houston Office Development Analysis	\$ 32,000	\$ -	Existing knowledge of the investment or organization
Q1				07/01/13	06/30/14	Domestic Strategic Portfolio Performance Attribution	\$ 95,000	\$ -	Existing knowledge of the investment or organization
							\$ 15,000		
Q2				10/18/13	06/30/14	Incentive Fee Analysis for Core Partners	\$ 75,000	\$ 14,381	Existing knowledge of the investment or organization
Subtotal							\$ 1,208,725	\$ 459,812	
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Callan Associates, Inc. (Contract #2010-5562)	07/01/13	06/30/14	Portfolio Monitoring Assistance	\$ 948,000	\$ 421,613	Existing knowledge of the investment or organization
Subtotal							\$ 948,000	\$ 421,613	
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Courtland Partners, Ltd. (Contract #2010-5558)	07/01/13	06/30/14	Due Diligence and Annual Investment Plans	\$ 280,000	\$ 280,000	Existing knowledge of the investment or organization
	Infrastructure & Forestland			07/01/13	08/30/13	Project Watchtower-Prudent Person Opinion	\$ 27,750	\$ 11,607	Existing knowledge of the investment or organization
Q3	RE			02/01/14	06/27/14	Project Quasar - Prudent Person Opinion	\$ 27,500	\$ 27,500	Existing knowledge of the investment or organization
Subtotal							\$ 335,250	\$ 319,107	
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Crosswater Realty Advisors (Contract # 2010-5557)	07/01/13	06/30/14	Deep Dive Underwriting Reviews	\$ 115,000	\$ 115,000	Existing knowledge of the investment or organization
				07/01/13	06/30/14	Portfolio Monitoring FY 13-14	\$ 150,000	\$ 96,200	Existing knowledge of the investment or organization
Q3				08/26/13	06/30/14	Real Assets Program Monitoring FY2013-14	\$ 303,000	\$ 160,900	Existing knowledge of the investment or organization
						\$ 100,000			
Q1				09/07/13	06/30/14	Monitoring and Assistance Investments Group	\$ 75,000	\$ 57,175	Existing knowledge of the investment or organization
				09/05/13	06/30/14	Blackstone CalPERS Separate Account Enhanced Monitoring FY 13-14	\$ 142,000	\$ 30,201	Existing knowledge of the investment or organization
Q2				11/18/13	03/31/14	ARA LTH - Project Bamboo	\$ 90,000	\$ 85,750	Existing knowledge of the investment or organization
Q3				01/28/14	06/30/14	CIM Fund VIII Review and PPO	\$ 38,000	\$ 38,000	Existing knowledge of the investment or organization
Q3				03/01/14	6/31/15	Real Assets Program Monitoring FY2014-15	\$ 360,000	\$ 360,000	Existing knowledge of the investment or organization
Subtotal							\$ 1,373,000	\$ 943,226	

Spring-Fed Pool Contract Status Quarterly Report (for the quarter ended March 31, 2014)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Title/Description	LOE Amount	LOE Balance, as of March 31, 2014	Selection Reason	
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Le Plastrier (Contract # 2010-5550)	07/01/13	06/30/14	Urban Legacy Portfolio Monitoring and Annual Investment Plans	\$ 460,000	\$ 323,528	Existing knowledge of the investment or organization	
Q3				07/01/13	06/30/14	Due Diligence/ Annual Investment Plans and Portfolio Monitoring : Hearststone, Newland and Olson	\$ 740,000 \$ (37,000)	\$ 435,889	Existing knowledge of the investment or organization	
Q1				07/01/13	06/30/14	Annual Investment Plans and Portfolio Monitoring IHP, ORA and Resmark	\$ 640,000 \$ (232,000) \$ (200,000)	\$ 181,251	Existing knowledge of the investment or organization	
Q3										
Q1				07/01/13	06/30/14	Due Diligence/ Annual Investment Plans and Portfolio Monitoring Shea Homes, Cap I and Mountain House	\$ 980,000	\$ 623,639	Existing knowledge of the investment or organization	
Subtotal							\$ 2,351,000	\$ 1,564,307		
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	LP Capital Advisors (Contract #2010-5548)	07/01/13	06/30/14	Bentall Kennedy Direct Investment Monitoring	\$ 103,750	\$ 3,775	Existing knowledge of the investment or organization	
Q3				02/14/14	06/30/14	Bentall Kennedy Direct Investment Monitoring	\$ 63,750	\$ 62,725	Existing knowledge of the investment or organization	
Subtotal							\$ 167,500	\$ 66,500		
Q2	Infrastructure & Forestland	Real Estate Consulting Services Spring-Fed Pool	Mercer Investment Consulting, Inc. (Contract 2010-5576)	10/14/13	01/15/14	Project APAC Custom Account - Prudent Person Opinion	\$ 60,000	\$ 60,000	Existing knowledge of the investment or organization	
Q3				10/14/13	01/15/14	Project Diamond - Prudent Person Opinion	\$ 85,000	\$ 79,750	Best value (determined through bid request proposals)	
Q3				03/07/14	06/30/14	Project Broadway - Commingled Fund Investment	\$ 52,000	\$ 52,000	Existing knowledge of the investment or organization	
Subtotal							\$197,000	\$191,750		
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Nichols Consulting (Contract #2010-5573)	10/01/13	11/30/14	Miscellaneous Planning and Monitoring Projects for Real Assets (RA)	\$ 501,000 \$ (40,800)	\$ 327,600	Existing knowledge of the investment or organization	
Subtotal							\$ 460,200	\$ 327,600		
Q2	TIP	Real Estate Consulting Services Spring-Fed Pool	Pension Consulting Alliance (Contract #2010-5571)	01/01/14	06/30/15	Responsible Contractor Program Policy	\$ 133,000	\$ 128,425	Existing knowledge of the investment or organization	
Subtotal							\$133,000	\$128,425		
Q1	RE	Real Estate Consulting Services Spring-Fed Pool	Townsend Holdings LLC (Contract #2010-5567)	07/01/13	06/30/14	Townsend House View Reporting Services	\$ 50,000	\$ 50,000	Existing knowledge of the investment or organization	
Subtotal							\$50,000	\$50,000		
Total Real Estate SFP Committed Amount							\$7,223,675	\$4,472,339		
Q2	TIP	Diversity Spring-Fed Pool Consultants	RG & Associates (Contract #2010-6009)	10/10/13	06/30/14	CalPERS Diversity Survey	\$ 60,633	\$ 29,470	Only vendor with experience on prior project	
				01/29/14	06/30/14	External Outreach - CalPERS Emerging Manager and Diverse Manager Spring Forum II	\$ 20,000	\$ -	Only vendor with experience on prior project	
Subtotal							\$ 80,633	\$ 29,470		
Total Diversity SFP Committed Amount							\$80,633	\$29,470		

Spring-Fed Pool Contract Status Quarterly Report (for the quarter ended March 31, 2014)

Quarter	Program	Pool Name	Consultant	Start Date	End Date	LOE Title/Description	LOE Amount	LOE Balance, as of March 31, 2014	Selection Reason
Q1	INVO	ESPD Consulting Services Spring-Fed Pool	Starting Point (Contract #2011-6205) Subcontracted to The Spaulding Group	07/01/13	06/13/14	Fundamentals of Performance Measurement Workshop (Subcontracted to The Spaulding Group)	\$ 54,000	\$ -	Existing knowledge of the investment or organization
Q3	ISD	ESPD Consulting Services Spring-Fed Pool	Starting Point (Contract #2013-6810) Subcontracted through The Spaulding Group	02/01/14	04/30/14	INVO Performance Standards Evaluation and Recommendation for CalPERS Investment	\$ 66,000	\$ 66,000	Best value (determined through bid request proposals)
	PE	ESPD Consulting Services Spring-Fed Pool	Starting Point (Contract #2013-6810) Subcontracted to Chris Eldridge	02/01/14	11/28/14	INVO Private Equity Academy Research Project	\$ 11,000	\$ -	Existing knowledge of the investment or organization
	INVO	ESPD Consulting Services Spring-Fed Pool	The Highlands Consulting Group, LLC (Contract #2013-6812) Subcontracted Rawson East Property Ltd.	01/07/14	01/31/14	INVO Board and Executive Off-Site Presentation: Risk Inflation Forum	\$ 7,500	\$ 5	Existing knowledge of the investment or organization
Subtotal							\$ 138,500	\$ 66,005	
Total ESPD SFP Committed Amount							\$ 138,500	\$ 66,005	
Q2	ISD	IT Spring-Fed Pool	Cambria	12/09/13	09/05/14	ARIES Maintenance & Support	\$374,630	\$374,630	Existing project, continued with new contract
Subtotal							\$374,630	\$374,630	
Q1	ISD	IT Spring-Fed Pool	MK Partners	07/01/13	06/30/14	IPTS Maintenance, Support & Enhancements	\$70,000	\$70,000	Existing project, continued with new contract
Subtotal							\$70,000	\$70,000	
Q1	ISD	IT Spring-Fed Pool	Propoint Technology	07/01/13	11/30/13	Supplemental Income Plans Transition	\$50,400	\$0	Only pool contractor with the expertise to perform the work
				07/01/13	02/28/14	Terminated Agency Pool Implementation	\$50,400	\$22,080	Only pool contractor with the expertise to perform the work
				08/01/13	07/31/14	AIM-IBOR/INVO Business Analyst	\$185,760	\$57,720	Existing project, continued with new contract
				08/01/13	07/31/14	AIM IBOR Project Manager	\$201,240	\$133,900	Existing project, continued with new contract
				12/10/12	03/06/14	Alpha Platform/GEA3/Global Equity	\$29,257	\$19,177	Amending PO 91505 to add time and funds
				10/14/13	10/13/14	PM2/Global Equity	\$201,240	\$182,065	Existing project, continued with new contract
Q2				04/22/13	07/18/14	PM2 Business Analyst	\$55,728	\$0	Amending PO 91551 to add time and funds
Q3				01/13/14	01/12/15	Global Equity Quantitative Strategies Support Services	\$97,524	\$97,524	Existing project, continued with new contract
Subtotal							\$871,549	\$512,466	
Q1	ISD	IT Spring-Fed Pool	Pyramid Technology	08/26/13	08/25/14	Charles River SME & PM2 Project Resource	\$204,336	\$126,720	Existing project, continued with new contract
Subtotal							\$204,336	\$126,720	
Q1	ISD	IT Spring-Fed Pool	SaaS International	09/23/13	09/22/14	Application Development/INVO Systems	\$147,060	\$104,595	Existing project, continued with new contract
Subtotal							\$147,060	\$104,595	
Q1	ISD	IT Spring-Fed Pool	Trinity Technology Group, Inc	07/01/13	06/30/14	Performance Attribution - Application Development	\$193,855	\$91,228	Existing project, continued with new contract
Q3				07/01/13	06/30/14		\$35,050		Amending PO 91570 to add funds
				01/13/14	12/31/15		\$631,504		\$631,504
Subtotal							\$860,409	\$91,228	
Total ITSB SFP Committed Amount							\$2,527,984	\$1,279,639	
Grand Total Investment Office SFP Committed Amount							\$22,413,342	\$15,437,556	

Investment Policy Administrative Changes (for the quarter ended March 31, 2014)

Review Date	Policy	Policy Category	Comments
March 6, 2014	Benchmarks	Investment & Risk Management	<p>Strategic and tactical changes:</p> <ul style="list-style-type: none"> • Investment Approaches and Parameters – Benchmark Modification Indicators to remove analysis of the expected costs associated with the implementation of the benchmark modification and to remove reference to a timetable for review of the benchmark modification • Attachment D – Currency Overlay Policy Benchmark to consolidate the program and benchmark listings since all Currency Overlay programs are managed to the same benchmark • Attachment F – Revised name from Real Policies to Real Assets Policies; revised overall program name to Total Real Assets; removed footnote as the REIT positions have declined to zero • Attachment J – removed as the Barclays Aggregate Policy has been repealed • Consolidated individual asset class programs into one attachment (Asset Class Policies – Attachment C); removed Attachments D through J
March 26, 2014	Securities Lending	Investment & Risk Management	<ul style="list-style-type: none"> • Attachment B – The maximum term for repurchase agreements, excluding US Treasuries or agencies, was changed from one month to three months. This is to adjust to change in market dynamic due to domestic and global regulations • Attachments A and B – Language revision due to adoption of new Global Derivatives and Counterparty Risk Policy



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