



Finance and Administration Committee Agenda Item 4e

April 17, 2017

Item Name: Semi-Annual Financial Report

Program: Financial Office

Item Type: Information Consent

Executive Summary

This item represents the CalPERS Fiscal Year (FY) 2016-17 Fiscal Year to Date Financial Report to the Committee. As of December 31, 2016, the net position of the CalPERS Public Employees' Retirement Fund (PERF) was over \$308.1 billion, which represents an increase of \$17.2 billion (or 6 percent) since December 31, 2015.

Strategic Plan

This agenda item supports Goal B of the CalPERS 2012-2017 Strategic Plan, which is to cultivate a high-performing, risk-intelligent and innovative organization.

Background

This agenda item is being presented to the Committee to provide updates and report on any issues related to CalPERS financial reporting.

Analysis

As of December 31, 2016, the net position of the PERF was over \$308.1 billion, which represents an increase of \$17.2 billion (or 6 percent) since December 31, 2015. Positive investment return to global equities and private equities were the main drivers for the increase.

Contributions in the first half of FY 2016-17 was \$8.8 billion, compared to \$7.9 billion, during the same period in FY 2015-16. Benefit payments for the first half of FY 2016-17 was \$10.4 billion, compared to \$9.9 billion during the same period in FY 2015-16.

The total income amount excluding contributions for the fiscal year to date 2016-17 (including investments & other income) was approximately \$11.6 billion. The total expenditure amount excluding benefit payments for this period (including termination and refund benefits, administration costs, investment management fees, and other investment expenses) was approximately \$0.5 billion.

Budget and Fiscal Impacts

This item is provided to the Committee for informational purposes and has no direct impact on the CalPERS budget.

Benefits and Risks

There are no known risks associated with this item.

Attachments

Attachment 1 – Semi-Annual Financial Report

KRISTIN MONTGOMERY

Controller

MARLENE TIMBERLAKE D'ADAMO

Interim Chief Financial Officer