

April 19, 2017

This is intended as a guide for the Committee Chair. Other than the motions, this need not be read verbatim. The Chair may add context/comment as appropriate.

The Investment Committee met on April 17, 2017.

The Committee approved the following:

- AGENDA ITEM 5a

To approve the Total Fund Investment Policy subject to the following additional four revisions:

- In the Divestment section, reflect that staff's review of in-force divestments shall be conducted at least every 5 years;
- Delete the additional 72-hour notice requirement for Section Seven;
- In Appendix 1, add a reference to "sub programs" to the annual review conducted by the private-asset-class board consultants; and
- In Appendix 2 add the phrase "consistent with board-approved investment policy."

The Committee received a report on:

- An overview of the proposed Private Asset Class Roles and Benchmarks in preparation of the ALM cycle.

The Chair directed staff to do the following:

- Provide the Committee with the link to the last two biannual risk reports and
- At a future meeting, consider inviting one Private Equity manager to address the Committee in Close Session.

The Committee heard public comment on:

1. The revisions to the Divestment Policy,
2. The importance of focusing on our fiduciary duty, and
3. A labor dispute.

At this time I would like to share some highlights of what to expect at the May Investment Committee meeting:

- The Investment Office Cost Effectiveness report, and
- The Investment Office Roadmap and Target Operating Model Update.

The next meeting of the Investment Committee is scheduled for May 15, 2017, in Sacramento, California.