
August 14, 2017

Item Name: CalPERS Trust Level Review

Program: Total Fund

Item Type: Information

Executive Summary

The CalPERS Trust Level Review provides summary level economic views, market analysis, portfolio risk, and performance for the Total Fund (Attachment 1). 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 2). The Affiliate Investment Program Summary provides additional performance and risk information for the Affiliate Investment Programs (Attachment 3). The CIO Performance Report provides a comprehensive update on each portfolio within the Total Fund relative to long-term targets and policy benchmarks (Attachment 4). Certain content in the Review also fulfills the statutory legislative reporting requirements of Government Code §20235 (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 the Public Employees' Retirement Fund (PERF) and Affiliate Funds to support the CalPERS Investment Committee (IC) in its oversight capacity.

Background

The CalPERS Trust Level Review presents the IC with asset allocation, performance, and risk information presented in a consistent manner. This item Review aligns the content with the Annual Program Reviews. Certain content in the Review also fulfills the statutory Legislative reporting requirements of Government Code §20235 and staff intends to submit the Review to the Legislature to maintain compliance.

Analysis

Not Applicable

Budget and Fiscal Impacts

Not Applicable.

Benefits and Risks

This item has significant compliance implications in terms of the reporting provisions outlined in Government Code §20235. Failure to comply with the statutory requirements could result in legal and reputational risk.

Attachments

Attachment 1 – CalPERS Trust Level Review

Attachment 2 – CalPERS Risk Management Summary

Attachment 3 – CalPERS Affiliate Investment Program Summary

Attachment 4 – CalPERS CIO Performance Report

Attachment 5 – Government Code §20235

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