

**April 18, 2018**

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 16, 2018.

**The Committee approved the following:**

- **AGENDA ITEM 5a**  
To approve the staff recommended asset allocation glide path for CalPERS Supplemental Income Plans in the Affiliate Trust Asset Allocation Review: Supplemental Income Plans.

**The Committee received reports on the following topics:**

- Dual Class/Non-Voting Shares Update and Debate,
- Proposed Revisions to Governance and Sustainability Principles, and
- Corporate Governance Update: Proxy Voting, Shareowner Campaigns and Corporate Engagement.

**The Chair, Mr. Jones, directed staff to do the following:**

- To facilitate consultation between CalPERS staff, the State Treasurer's Office and RVK, Inc. regarding CalPERS 2013 Supplemental Income Program Review.
- To provide the Committee with a breakdown of industry sectors of dual-class and no-vote companies, ensuring an analysis of possible exclusion of no vote-shares as part of the next mid-point ALM Benchmark Review.
- To allow for further discussion in May, during the Total Fund Policy – First Reading, for further discussion regarding corporate board diversity.
- To bring back in May's Total Fund Policy – First Reading, potential updated Governance and Sustainability Principles language around sexual harassment, clawbacks, and arbitration.
- To reach out to the investment staff of the pension funds of Florida and Minnesota to understand their executive compensation voting framework.

**The Committee heard public comments on:**

- Support of staff work on Corporate Governance Update Proxy Voting Policy on CEO pay, and
- The return on ESG Investments.

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

- A review of the Affiliate Trust Asset Allocation for LRS, JRS, JRS II and CERBT,
- An update on Corporate Governance regarding Proxy Voting, Shareowner Campaigns and Corporate Engagement, and
- The first readings of the Revision to the Total Fund and Private Equity Program Policies.

The next meeting of the Investment Committee is scheduled for May 14, 2018, in Sacramento, California.