



## Investment Committee

# Agenda Item 5d

---

**November 13, 2018**

**Item Name:** Monthly Update – Investment Compliance

**Program:** Total Fund

**Item Type:** Information Consent

### **Executive Summary**

This item provides the Investment Committee (Committee) with information regarding exceptions and disclosures required by statute or CalPERS investment policies, as well as reports the Committee has requested be prepared on an ongoing basis.

The following information is included by month in the attachment(s):

1. Items Completed Under Delegated Authority
2. Disclosure of Placement Agent Fees
3. Unsolicited Investment Proposal Activity
4. Policy Exceptions
5. Disclosure of Closed Session Action Items
6. Investment Transaction Summary

Quarterly Reporting Items:

For the quarter ended September 30, 2018,

- No material exceptions to the Disclosure of Placement Agent Fees, Gifts and Campaign Contributions regulation were identified
- No administrative changes were made to the investment policies
- Additional information is included for the Spring-Fed Pool Contract Status

In the event there are no items to report for any of the aforementioned quarterly items, a slip-sheet will be included with a statement to that effect.

### **Strategic Plan**

This item does not directly support the CalPERS 2017-22 Strategic Plan.

### **Investment Beliefs**

This item does not directly support CalPERS' Investment Beliefs.

## **Background**

Each component of the item is required by either California statute, CalPERS' statements of investment policy, or by request of the Committee. Additional information for each of the recurring monthly items addressed in this agenda item are outlined below.

### **1. Items Completed Under Delegated Authority**

This report includes decisions taken under delegated authority to fund new investment strategies/managers or to provide additional funding to existing investment strategies/managers.

### **2. Disclosure of Placement Agent Fees**

Pursuant to the California Code of Regulations Title 2 §559 (Disclosure of Placement Agent Fees, Gifts and Campaign Contributions), information regarding placement agent fees is compiled by staff each month. This report includes disclosures of fees for proposed new, as well as amendments to existing, investments.

### **3. Unsolicited Investment Proposal Activity**

This report includes a summary of unsolicited investment proposals received by CalPERS for each of the investment programs.

### **4. Policy Exceptions**

As required by CalPERS investment policies, staff reports all exceptions to the investment policies. This report includes explanations of any exceptions and the expected resolution.

### **5. Disclosure of Closed Session Action Items**

Pursuant to California Government Code §20191.5(b), this report discloses investment actions taken by the Committee in closed session.

### **6. Investment Transaction Summary**

Pursuant to the requirements of California Government Code §20191, this report includes a monthly summary of investment transactions.

## **Analysis**

Not Applicable.

## **Budget and Fiscal Impacts**

Not Applicable.

## **Benefits and Risks**

Not Applicable.

**Attachments**

Attachment 1 – Monthly Update – Investment Compliance (Month Ended August 31, 2018)

Attachment 2 – Monthly Update – Investment Compliance (Month Ended September 30, 2018)

---

Katherine H. Crocker  
Investment Director  
Investment Compliance & Operational Risk

---

Elisabeth Bourqui  
Chief Operating Investment Officer