



Investment Committee Meeting Summary

December 19, 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 December 17, 2018.

The Committee approved:

- AGENDA ITEM 6a
Adopt the revised Real Assets Program Policy (Infrastructure).
- AGENDA ITEM 7a
Adopt the Board Investment Consultant Request for Proposal - Public and Private.

The Committee received reports on the following topics:

- The Consultant review of CalPERS' divestments
- The Emerging and Transition Manager 2020 Plan update
- The annual report of the Responsible Contractor Policy Program
- A summary of the Private Equity Business Models

The Chair directed staff, as follows:

- To add language within the Board Investment Consultant Request for Proposal (RFP) on
 - i. ESG related elements
 - ii. Enhancing consultants proactive feedback on risks and opportunities
 - iii. Divestment reviews
- Hold a Bidder's Conference as part of the Board Investment Consultant RFP
- Follow-up on Intergovernmental Panel on Climate Change report 2018 on potential impacts on investment portfolios and continue related engagements

The Committee heard public comments on the following topics:

- CalPERS Infrastructure in the Real Assets Program
- Support of Leadership of the Emerging & Transition Manager Program
- Support of the Responsible Contractor Policy Program
- Private Equity Business Model
- Private Detention Centers Divestment
- Decarbonization in the utility sector and California Senate Bill 100

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

- A Report to the Legislature on Holocaust Era and Northern Ireland Investments
- Staff and Consultant Reports on the CalPERS Trust Level Review for the calendar year-end

The next meeting of the Investment Committee is scheduled for February 19, 2019, in Sacramento, California.