

**STATE OF CALIFORNIA
BOARD OF ADMINISTRATION
PUBLIC EMPLOYEES' RETIREMENT SYSTEM

DELEGATION RESOLUTION**

Subject: Investment Committee

Delegation No: IC-20-01

Pursuant to California Government Code section 20099, the Board of Administration of the California Public Employees' Retirement System (Board) hereby authorizes the annual appointment by the Board President of an Investment Committee that comprises not fewer than nine members of the Board.

Except as otherwise provided within this Resolution, the Investment Committee (Committee) is authorized to:

- (1) Set investment beliefs to guide investment strategies.
- (2) Approve investment policies and oversee compliance with investment policies.
- (3) Approve strategic asset allocation, set the target rate of return, and select the asset allocation mix including interim allocation targets for each fund.
- (4) Set total fund and asset class policy benchmarks.
- (5) Set investment risk appetite and tolerances.
- (6) Oversee investment performance.
- (7) Oversee investment liquidity management.
- (8) Conduct selection and oversee performance of Board consultants who provide investment-related expertise to the Board.
- (9) Approve the initiation or settlement of investment-related litigation (including corporate governance) involving material sums or having a substantial impact on investment goals or investment operations.
- (10) Oversee cost effectiveness of the investment program.
- (11) Oversee environmental, social and governance (ESG) program.
- (12) Set the criteria and triggers for information that comes to the Committee for review, as well as approve performance metrics to be reported to the Committee.

¹ The System means, collectively, the Public Employees' Retirement System, the Legislators' Retirement System, the Judges' Retirement System, the Judges' Retirement System II, the Public Employees' Long-term Care Program, the Public Employees' Deferred Compensation Program, the Replacement Benefit Plan, the Old Age and Survivors' Insurance Program, the Public Employees' Medical and Hospital Care Act Program, the Annuitants' Health Care Coverage Fund, the Supplemental Contributions Program, and the Employers' Pension Prefunding Program.

- (13) Approve positions on investment-related legislation.
- (14) Approve investment-related regulations.
- (15) Oversee management of risks related to the duties delegated to the Committee.

Notwithstanding any other provision of this Resolution, all acts of the Investment Committee shall be reported to the Board at its next regular meeting, and shall be subject to review and ratification or reversal by the Board.

This Resolution is effective immediately upon adoption, and supersedes all previous delegations of authority to this, or any predecessor, committee.

I hereby certify that on the ___day of ____ 2020, the Board of Administration of the California Public Employees' Retirement System made and adopted the foregoing Resolution.

HENRY JONES
President, Board of Administration
California Public Employees' Retirement
System