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The LTCF is a single fund composite and includes all discretionary assets managed to provide voluntary long-term care coverage to participating members. The investment objective is to earn an actuarial rate of return target to pay those benefits, which was 4.75% as of June 30, 2023. The fund is invested in a conservative asset allocation strategy which intends to provide stability of principal while avoiding large losses. Investments take advantage of external investment management capabilities and employ passive strategies. The Fund invests in a broad range of asset classes. The asset allocation is updated on a 4-year asset liability management cycle with interim asset allocation changes occurring as required to realign levels of risk and liquidity.

The LTCF benchmark is based on policy weights and is rebalanced quarterly effective July 1, 2019. Prior to that date, the benchmark was rebalanced monthly. End-of-period actual allocation and benchmark weights are included in the following table. Historical information is available upon request.

Allocations  30-Jun-2023	Benchmark Weights
16.8% Global Equity	15.0% MSCI ACWI IMI (Net)
59.5% Domestic Fixed Income	60.0% Bloomberg Barclays Long Liability
5.9% U.S. Treasury Inflation-Protected Securities (TIPS)	6.0% Bloomberg Barclays US TIPS, Series L
7.7% Commodities	8.0% S&P GSCI Total Return Daily
10.0% Real Estate Investment Trusts (REITs)	11.0% FTSE EPRA/NAREIT Developed (Net)

Total may not amount to 100% due to rounding.

Global Equity investments are typically stocks or other securities representing ownership interests in public companies. Global Equity consists of domestic and international securities and uses passive strategies.

Domestic Fixed Income generally consists of investment grade US dollar-denominated Treasury bonds, corporate bonds, securitized bonds, agency bonds and sovereign bonds.

TIPS are Treasury securities that adjust their principal values in line with the rate of inflation.

Commodities offer exposure to energy and metals as well as agricultural and livestock products. This exposure is usually obtained through futures contracts or swaps.

REITs own or finance income-producing real estate, which are intended to provide regular income streams, diversification and long-term capital appreciation. REIT sectors generally include office, industrial, retail, lodging, residential, health care, and self-storage.

## Other Disclosures

Policies for valuing investments, calculating performance, and preparing GIPS Asset Owner Reports are available upon request.

A complete list of composite descriptions, including terminated composites, is available upon request.

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**GIPS Asset Owner Report:****Terminated Agency Pool (TAP)**

Creation Date: July 1, 2017 Inception Date: July 1, 2016

1-Year Period Ending	Net Return %	Benchmark Return %	3-Year Std Dev <sup>1</sup> %	Benchmark 3-Yr Std Dev <sup>1</sup> %	Composite Assets (\$MM)	Asset Owner Assets (\$MM)
30-Jun-23	(3.07)	N/A	10.02	N/A	\$201	\$470,408
30-Jun-22	(12.48)	N/A	8.57	N/A	\$215	\$446,337
30-Jun-21	1.57	N/A	7.18	N/A	\$202	\$478,083
30-Jun-20	16.13	N/A	6.41	N/A	\$188	\$396,683
30-Jun-19	7.01	N/A	4.88	N/A	\$168	\$377,529
30-Jun-18	2.25	N/A	N/A	N/A	\$134	\$358,575
30-Jun-17	(2.01)	N/A	N/A	N/A	\$119	\$329,982

<sup>1</sup> The 3-year standard deviation presented is the annualized standard deviation of monthly returns. The composite standard deviation is calculated using net returns.

Note 1: Valuations are computed and performance is reported in USD.

Note 2: This composite contains a single fund; therefore, it does not have internal dispersion and the information is not presented.

California Public Employees' Retirement System ("CalPERS") claims compliance with the Global Investment Performance Standards (GIPS®) and has prepared and presented this report in compliance with the GIPS standards. CalPERS has been independently verified for the periods July 1, 2016 through June 30, 2023. An asset owner that claims compliance with the GIPS standards must establish policies and procedures for complying with all the applicable requirements of the GIPS standards. Verification provides assurance on whether the asset owner's policies and procedures related to total fund and composite maintenance, as well as the calculation, presentation, and distribution of performance, have been designed in compliance with the GIPS standards and have been implemented on an asset owner-wide basis. The TAP has had a performance examination for the periods July 1, 2016 through June 30, 2023. The verification and performance examination reports are available upon request.

### Asset Owner Definition

The "Asset Owner" is defined as the California Public Employees' Retirement System ("CalPERS") which manages assets as directed by the CalPERS Board of Administration for the purpose of funding retirement benefit, long term care and health care payments for members and beneficiaries.

### Performance Calculations

Performance is calculated monthly using time-weighted rates of return. Performance presented is net of actual internal investment costs, and is also net of nonclaimable withholding taxes. Internal investment management related expenses include personnel, investment research services, trading, custodian services, portfolio accounting services, performance measurement services, and technology services. There were no internal management costs allocated to TAP during the most recent fiscal year.

### Composite and Benchmark Description

The TAP is a single fund composite and includes all discretionary assets managed for the benefit of members of agencies which are no longer contracted with CalPERS. The investment objective is to manage investments in a manner which closely matches the projected future benefit payments, while minimizing the likelihood of the program becoming underfunded. The return objective is pursued by investing in U.S Treasury STRIPS, U.S. Treasury TIPS, and cash/cash equivalents.

The TAP is designed to match income and principle payments from U.S. Government Securities with the specific timing of benefit cash flows. No benchmark is presented as we believe a benchmark does not exist that reflects this strategy.

<p style="text-align: center;"><b>Allocations</b></p> <p style="text-align: center;"><b>30-Jun-2023</b></p>	<p style="text-align: center;"><b>Benchmark Weights</b></p>
<p>62.3% U.S. Treasury Inflation-Protected Securities (TIPS)                      29.7% Separate Trading of Registered Interest and Principal of Securities (STRIPS)                      8.1% Liquidity</p>	<p style="text-align: center;">N/A</p>

Total may not amount to 100% due to rounding.

TIPS are Treasury securities that adjust their principal values in line with the rate of inflation.

STRIPS are securities that are created through the process of bifurcating a Treasury bond's principal and interest.

Liquidity consists of cash, cash-equivalents and highly-liquid assets that can readily be converted to cash. Money market funds, Treasury Bills, certificates of deposits, commercial paper, and time deposits are considered liquid assets.

**Other Disclosures**

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A complete list of composite descriptions, including terminated composites, is available upon request.

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