

# Wilshire

*Thomas Toth, CFA  
Managing Director*

February 1, 2021

Ms. Theresa Taylor  
Chair of the Investment Committee  
California Public Employees' Retirement System  
400 P Street  
Sacramento, CA 95814

Re: Agenda Item 6a: Review of the Investment Committee Delegation

Dear Ms. Taylor:

You requested Wilshire's opinion regarding the annual review requirement mandated by the CalPERS Board Governance Policy as it relates to authority delegated to the Investment Committee. Board governance policy mandates an annual review, and Staff is not recommending any change to the delegations for 2021. Wilshire is comfortable that the delegations provide the Investment Committee a suitable level of oversight.

The Investment Committee delegations support the full set of CalPERS' Investment Beliefs, underlining the importance of their regular review and discussion. Maintaining a regular review process is an important component of good governance even without a pressing need to make a change. In addition, the Investment Committee is free to revisit the delegations at a future time to suggest revisions to present to the Board for discussion and approval.

Please do not hesitate to contact us should you require anything further or have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read 'T. Toth', with a horizontal line extending to the right.