

February 25, 2022

Mr. David Miller
Chair of the Investment Committee
California Public Employees' Retirement System
400 P Street
Sacramento, CA 95814

Re: Agenda Item 5b: Review of the Investment Committee Delegation

Dear Mr. Miller:

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 2022. 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.

Regards,



Thomas Toth, CFA
Managing Director, Wilshire Advisors