



Investment Committee

Agenda Item 5d

March 13, 2023

Item Name: Quarterly Update – Investment Controls

Program: Total Fund

Item Type: Information Consent

Executive Summary

This item provides the Investment Committee (Committee) with information regarding exceptions and disclosures required by statute or CalPERS investment policies, as well as reports the Committee has requested be prepared on an ongoing basis.

The following information is included in the attachment(s):

1. Items Completed Under Delegated Authority
2. Unsolicited Investment Proposal Activity
3. Policy Exceptions
4. Disclosure of Closed Session Action Items
5. Investment Transaction Summary
6. Investment Policy Administrative Changes
7. Spring-Fed Pool Contract Status

In the event there are no items to report for any of the aforementioned items, a slip-sheet will be included with a statement to that effect.

Strategic Plan

These items further the CalPERS Strategic Plan by supporting strong governance and effective process to cultivate a risk-intelligent organization.

Investment Beliefs

This agenda item supports CalPERS Investment Belief 10, that strong processes and teamwork and deep resources are needed to achieve CalPERS goals and objectives, as these items are key to supporting strong governance and effective, clear processes.

Background

Each component of the item is required by California statute, CalPERS' statements of investment policy, or request of the Committee. Additional information for each of the recurring items addressed in this agenda item are outlined below.

1. Items Completed Under Delegated Authority

This report includes decisions made under delegated authority to fund new investment strategies/managers or to provide additional funding to existing investment strategies/managers.

2. Unsolicited Investment Proposal Activity

This report includes a summary of unsolicited investment proposals received by CalPERS for each of the investment programs.

3. Policy Exceptions

As required by CalPERS investment policy, staff reports all exceptions to the investment policies. This report includes explanations of any exceptions and the expected resolution.

4. Disclosure of Closed Session Action Items

Pursuant to California Government Code §20191.5(b), this report discloses investment actions taken by the Committee in closed session.

5. Investment Transaction Summary

Pursuant to the requirements of California Government Code §20191, this report includes a monthly summary of investment transactions.

6. Investment Policy Administration Changes

In February 2012, the Committee took action to grant staff administrative authority to make ministerial changes to CalPERS' investment policy statements. This report includes all revisions undertaken through the administrative change process.

7. Spring-Fed Pool Contract Status

This report includes a summary of the letter of engagement usage for Investment Office spring-fed pools.

Analysis

Not Applicable.

Budget and Fiscal Impacts

Not Applicable.

Benefits and Risks

Not Applicable.

Attachments

Attachment 1 – Quarterly Update – Investment Controls (Quarter Ended December 31, 2022)

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Nicole Musicco
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