



## Meeting Summary

June 19, 2013

The Investment Committee (Committee) met on June 17, 2013.

Additionally, the Committee participated in an open workshop to discuss risk-factor-based asset allocation, future portfolio considerations such as cash yield and liquidity, and CalPERS Sustainable Investment Research Initiative, including the findings from the June 7, 2013 *Sustainability & Finance Symposium*.

### **The Committee approved:**

- Adoption of Capital Market Assumptions as a part of the 2013 Asset Liability Management Process
- Investment policy items including:
  - Revision of the Total Fund Benchmarks Policy to reflect changes to the Global Fixed Income and Inflation Assets Benchmarks to broaden the investment opportunity set and reduce concentration risk
  - Revision of the Global Fixed Income (GFI) Policy to incorporate changes in the benchmark and create greater controls on allocations for domestic, international and high yield securities
  - Revision of the Inflation Assets Policy to create currency ranges that are consistent with the GFI Policy, as well as greater opportunities through wider deviations from the benchmark
  - Extension of the Neutrality Trial Responsible Contractor Policy for an additional two year period
  - Revision of the Supplemental Income Plans (SIP) and SIP CalPERS Target Retirement Date and POFF Funds Policies to reflect changes to the investment fund line-up which reduce complexity and lower costs.

### **The Committee received presentations on:**

- Key accomplishments and initiatives of the Investment Compliance Program and the Global Governance Program.

### **The Committee heard Public comment on the following topics:**

- A labor dispute in Las Vegas Nevada
- Support for campaigns calling for CalPERS boycott and divestment of companies operating in Palestinian territories
- CalPERS investment in Oaktree Capital regarding the sale of the Tribune Company.

### **Highlights of what to expect at upcoming Investment Committee meetings:**

- In August, the Committee will receive updates on the performance and risk of the Total Fund, and the Investment Office Roadmap from the Chief Investment Officer.

The next meeting of the Committee is scheduled for August 19, 2013, in Sacramento, California.