



# Investment Committee

## Item Number 7 – Open Session

**Subject:** Chief Investment Officer’s Report

**Presenter(s):** Christopher Ailman

**Item Type:** Information

**Date & Time:** September 13, 2023 – 20 minutes

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**Attachment(s):** Attachment 1 – Portfolio Restrictions Cost Analysis Report

Attachment 2 – Investment Portfolio Risk Report

Attachment 3 – Special Mandates Policy Annual Report FY 22-23

**PowerPoint(s):** Chief Investment Officer’s Report

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### **Purpose**

The purpose of this item is to provide the Committee with the risk profile of the investment portfolio, the recent portfolio asset allocation, and critical financial market updates to assist in their oversight of the CalSTRS Investment Portfolio.

### **Executive Summary**

This report is divided into three sections. First, Investment Portfolio Risk Report produced by the Risk team under the leadership of Geraldine Jimenez. Second, a PowerPoint presentation by the CIO on key charts within the Risk Report, as well as current financial market conditions and potential risks on the horizon. Prior to the meeting, the PowerPoint presentation will be posted on the CalSTRS.com website. Lastly, the CIO and staff will do a verbal update to the Investment Committee on significant investment market news or movements. In keeping with the Fiscal Year end investment reporting, two additional reports have been provided as part of the CIO Report, Attachment 1, the Portfolio Restrictions Cost Analysis Report (formerly the Divestment Cost Report) and Attachment 3, the Special Mandates Policy Annual Report.

## **Background**

While this report has evolved over the years, it has been a mainstay of the Investment Committee agenda to help fulfill the Committee’s fiduciary duty to closely monitor the risk and investment allocation of the commingled Trust Fund.

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Strategic Plan Linkage: **Trusted stewards:** Ensure a well-governed, financially sound trust fund.

Board Policy Linkage: [CalSTRS Investment Policy and Management Plan](#) and [Special Mandates Policy](#)

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### **Optional Reference Material: Investment Reports on the web**

- [CalSTRS.com/investments](https://www.calstrs.com/investments) – for the most current information on the CalSTRS Investment Portfolio.
- [Reports & Surveys](#) – for annual and semi-annual investment reports.
- [Investments 101](#) – for a video glossary of investment terms.
- [Inside CalSTRS Investments](#) – for a video library on key topics, such as fees, returns and asset classes.