



Investment Committee

Item number 3 – Open session

Subject: Chief Investment Officer's Report

Presenter(s): Scott Chan

Item type: Information

Date and time: September 23, 2026 – 20 minutes

Attachment(s): Attachment 1 – Portfolio Risk Report

Attachment 2 – Portfolio Restrictions Report

Attachment 3 – Special Mandates Annual Report FY 25/26

PowerPoint presentation(s): Chief Investment Officer's Report

Item purpose

The purpose of this item is to provide the Investment 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.

Recommendation

This report is divided into three sections. First, the Investment Portfolio Risk Report, produced by the Total Fund Management Division under the leadership of Josh Diedesch. 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. Lastly, the CIO and staff will do a verbal update to the 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 2, the Portfolio Restrictions Report, and Attachment 3, the Special Mandates Annual Report.

Executive summary

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.

Strategic Plan Linkage: [CalSTRS 2025-28 Strategic Plan](#)

Board Policy Linkage: [Investment Policy Statement 05-2025](#) and [Special Mandate Policy 05-2024](#)
