CALSTRS

Investment Committee

Item number 6 – Open session

Subject: Annual Review of Delegation to Staff

Presenter(s): Chairperson

Item type: Consent information

Date and time: September 23, 2026 – 5 minutes

Attachment(s): Annual Review of Investment Discretion(s) Delegated to Staff

PowerPoint presentation(s): None

Item purpose

The purpose of this item is twofold:

1. To provide the Investment Committee (IC) with an annual comprehensive review of the investment discretion(s) delegated to staff (Attachment 1) and

2. Summarize all investment policy updates for fiscal year 2025-26 for transparency purposes (none reported for the period).

Executive summary

The IC delegates certain discretion over investments to staff. The delegation is outlined in the Investment Policy Statement and other investment policies.

This item includes the following attachment for the IC's transparency.

- **Attachment 1 - Annual Review of Investment Discretion(s) Delegated to Staff:** This attachment summarizes and tracks the following for fiscal year 2025-26:

    - Changes to Investment Policy delegations that were approved by the IC
    - Changes to the CIO's approval limits delegated to staff, as approved by the IC within the Investment Policy Statement

Investment policy changes include changes approved by the IC and technical updates to investment policies resulting from IC decisions. There were no investment policy changes to report for fiscal year 2025-26.

Background

The Annual Review of Delegation to Staff provides a comprehensive review of the investment discretion(s) delegated to staff as outlined in the Investment Policy Statement and underlying investment policies. There are three types of delegations that govern the Investment Branch.

1. The delegation the Teachers' Retirement Board gives to the CEO located in the Board Governance Manual.
2. The private asset commitment and deal delegation within the investment policies.
3. The delegation of trading limits for internally traded securities in the public markets and cash movements that are the contractual obligations of the deal/commitment in the applicable divisions.

This is for informational purposes only and staff request the Investment Committee accept this annual report.

Strategic Plan linkage: Goal 1 of the CalSTRS 2025-28 Strategic Plan. Trusted stewards – Ensuring a well-governed, financially sound trust fund.

Board Policy linkage: CalSTRS Investment Policy Statement

Optional reference material: *(prior board items, supplemental educational materials, etc.)*

Teachers' Retirement Board Linkage: Board Governance Manual