
FEBRUARY 26, 2018

AGENDA ITEM 5
INFORMATION ITEM

CALIFORNIA SECURE CHOICE RETIREMENT SAVINGS INVESTMENT BOARD

Presentation of Investment Beliefs and Draft Investment Policy Statement

Background

At the January 22, 2018 meeting of the California Secure Choice Retirement Savings Investment Board (“Board”), the California Secure Choice Retirement Savings Program’s (“Program”) investment consultants, Mika Malone and Paola Nealon of Meketa Investment Group (“Meketa”), led the Board through a facilitated a discussion to develop Investment Beliefs for the Program. The purpose of establishing investment beliefs is to document a small set of general statements that the Board agrees will set the foundation for future investment related decisions.

Based on feedback received during that meeting, Meketa drafted the Investment Beliefs and presented them to the Board at the February 1, 2018 Board meeting for additional input. After substantial discussion, the Board directed Meketa to make minor language changes and approved two additional Investment Belief categories: simplicity and transparency.

Once established, the Investment Beliefs will form the bedrock of the Program upon which the Investment Policy Statement (“IPS”) is constructed. The IPS builds upon the work completed thus far, and enables the Board to make Program investment decisions according to an established process that reflects the Board’s set of Investment Beliefs, and outlines the roles and responsibilities of Program stakeholders, including the Board, the Investment Consultant, the Program Administrator and Investment Manager(s).

While the majority of the IPS utilizes industry standard and best practice language, certain areas would benefit from Board discussion, including the roles and responsibilities of the various parties connected to the Program. The IPS should be reviewed at least annually, and be amended as needed to reflect plan growth, plan design changes, or other factors deemed to be material by the Board.

Attachments

- Attachment 1: Memorandum from Meketa Investment Group
- Attachment 2: Draft Investment Policy Statement