
MAY 21, 2018

AGENDA ITEM 3
ACTION ITEM

CALIFORNIA SECURE CHOICE RETIREMENT SAVINGS INVESTMENT BOARD

Adoption of Investment Policy Statement

Background

During the April 23, 2018 meeting of the California Secure Choice Retirement Savings Investment Board (“Board”), investment consultants Mika Malone and Paola Nealon of Meketa Investment Group (“Meketa”) presented the Board with a revised draft of the Investment Policy Statement (“IPS”) for the program. Based on feedback received during that meeting, staff and the consultants have made the appropriate changes to the IPS, and brings the IPS back for a proposed vote to adopt.

The primary changes include:

- clarification to language throughout identifying items as “investment related”;
- addition of “Default Investment Option” to glossary;
- clarity around how the default option and capital preservation fund operate; and
- other minor changes to language.

As requested by the Board, we have provided both a clean version of the IPS as well as a version showing tracked changes from the version presented at the April 23 meeting.

Once adopted, the IPS shall 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. As noted during the Board meeting on April 23, we expect a few rounds of changes and clarification to the IPS as we bring the program contractors on board. Any change to the IPS will require staff to bring the document before the Board for approval.

Staff recommendation

Staff recommends the Board approve the Investment Policy Statement.

Attachments

- Attachment 1: Investment Policy Statement (clean version)
- Attachment 2: Investment Policy Statement (redlined version)