

To: CA Secure Choice Board Members
From: Meketa Investment Group
Date: March 25, 2019
Re: Summary of Changes to IPS

Introduction

Government Code Section 100002(e)(3) requires the Board to annually prepare and adopt a written statement of investment policy. Meketa Investment Group has reviewed the Investment Policy Statement, in conjunction with Staff, and the following amendments to the IPS are proposed:

- I. **The CalSavers Program.** *No changes.*
- II. **Purpose of Investment Policy Statement.** *No changes.*
- III. **Investment Objectives.** *No changes.*
- IV. **Roles and Responsibilities.** *No changes.*
- V. **Investment Options.** *Updated language to properly reflect the limited number of Investment Options to be offered by the Program at launch which now definitely includes the Target Date funds, and an ESG option, some additional minor formatting cleanup was also made.*
- VI. **Selection of Underlying Managers.** *No changes.*
- VII. **Underlying Manager Monitoring/Watch List.** *No changes.*
- VIII. **Monitoring Costs.** *No changes.*
- IX. **Participant Investment Education and Communication.** *No changes.*
- X. **Conflicts of Interest.** *No changes.*
- XI. **Coordination with the CalSavers Program Legislation.** *No changes.*

Appendix I: Investment Beliefs. *No changes.*

Appendix II: Investment Options and Benchmarks. Updated the ESG Fund Option to reflect Board approval to hire Newton/ Mellon to provide a balanced fund option, identified the underlying benchmarks and applicable vehicle (mutual fund) created specifically for the Program.

Appendix III: Glossary. *No changes.*