



Investment Committee

Item Number 5 – Open Session

Subject: Collaborative Strategies Portfolio Policy – Second Reading

Presenter(s): Scott Chan, Mike DiRe, Glen Blacet, Kirsty Jenkinson

Item Type: Action

Date & Time: May 1, 2024 – 20 minutes

Attachment(s): Attachment 1 – Meketa Opinion Memo

Attachment 2 – Collaborative Strategies Portfolio Policy (Redline Version)

Attachment 3 – Collaborative Strategies Portfolio Policy (Clean Version)

Attachment 4 – Innovative Strategies Policy

PowerPoint(s): PowerPoint – None

Video Link – [Collaborative Strategies Portfolio](#)

Item Purpose

Detailed discussion relating to the new Collaborative Strategies Portfolio policy can be found in the Committee’s March 2024 meeting materials, [agenda Item 4](#). The following changes were made to the policy presented to the Investment Committee as a first reading on March 6, 2024, and highlighted in the attached Collaborative Strategies Portfolio Policy (Redline).

- Reverted the policy style to reflect other asset class policies.
- Added a Performance Objective section to be consistent with other asset class policies.
- Clarified the delegation of authority language under the risk management section.

Recommendation

In accordance with the CalSTRS [Investment Policy Statement \(IPS\)](#), staff is recommending the Investment Committee establish a Collaborative Strategies policy and portfolio as a replacement to the existing [Innovative Strategies policy](#) and portfolio. Meketa Investment Group, the Board’s consultant, supports the policy language recommended as shown in Attachment 1. If this new policy is approved by the Investment Committee, the Innovative Strategies policy will be decommissioned (Attachment 4), and the appropriate investment policies will be updated administratively to reflect the impacts of the Collaborative Strategies Portfolio Policy.

Strategic Plan Linkage: [Trusted Stewards](#)

Board Policy Linkage: [Investment Policy Statement](#)

Optional Reference Material:

May 5, 2022 Investment Committee: initial briefing on the [Collaborative Model 2.0-Opportunities Portfolio](#)

[March 2024: Collaborative Strategies Portfolio Policy – First Read](#)