CALSTRS CALIFORNIA STATE TEACHERS' RETIREMENT SYSTEM

Risk Mitigating Strategies (RMS)

Propose RMS Policy Changes
June 10, 2021

Steven Tong

Propose RMS Policy Changes

Proposal	Portfolio Construction/ Management Change	Benchmark Change	1st Policy Reading March 4, 2021	2nd Policy Reading June 10, 2021
1. Reduce U.S. Treasuries by 5% and increase Global Macro by 5%	X		Yes	Yes
2. Reduce range around each sub-asset class component from 10% to 5%	X		Yes	No
3. Assign a benchmark for the systematic segment of Global Macro sub-asset class		X	Yes	No
4. Dynamic weighted benchmark for the total RMS portfolio		X	Yes	Yes