

**STATE COMPENSATION INSURANCE FUND
AUDIT COMMITTEE**

MINUTES OF OPEN SESSION MEETING

November 20, 2019

The Audit Committee met on November 20, 2019 at the State Fund Pleasanton Office, 5890 Owens Drive (Atlantic and Pacific rooms), Pleasanton, California.

AGENDA ITEM 1: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 2:00 p.m. Ms. Padua took roll and the following Members were present: William M. Zachry (Chair); Senator Tom. C. Berryhill (Ret.); David M. Lanier; Senator Michael J. Machado (Ret.); and Angela D. Tate.

There was a quorum.

Also present: President and CEO Vernon L. Steiner; General Counsel and Corporate Secretary and Chief of Internal Affairs Margie R. Lariviere; Chief Financial Officer Peter Guastamachio; Board Liaison and Assistant Corporate Secretary Hilda B. Padua; and Counsel and Assistant Corporate Secretary Judith D. Sapper.

AGENDA ITEM 2: ANTITRUST ADMONITION

Mr. Zachry called attention to and requested confirmation that the Audit Committee members read State Fund's Antitrust Admonition, which is included in each Committee member's meeting materials.

AGENDA ITEM 3: CONSENT CALENDAR

- a. Approval of August 20, 2019 Open Meeting Minutes
- b. Review and Approval of 2020 Audit Committee Meeting Schedule and Location
- c. Review and Approval of 2020 Audit Committee Agenda Items

Mr. Zachry asked whether any Committee member had any comments, of which there were none.

Mr. Zachry called for a Motion.

MOTION: Sen. Machado

SECOND: Mr. Lanier

To approve the Consent Calendar as revised.

Mr. Zachry requested public comment of which there was none. Mr. Zachry called for the vote.

YES: 5

NO: 0

Abstain: 0

Motion carried.

AGENDA ITEM 4: COMPLETED CLOSED AUDITS

Mr. Zachry noted that this item is read only, unless questions. Mr. Zachry asked Chief of Internal Affairs Ms. Lariviere if there was any new information from the time the report was published. Ms. Lariviere noted that the report was current and there were no changes.

AGENDA ITEM 5: WHISTLEBLOWER HOTLINE

Mr. Zachry noted that this item is read only, unless questions. He asked Executive Vice President and Chief Administrative Officer Andreas Acker if there was any new information from the time the report was published. Mr. Acker noted that the report was current and there were no changes.

AGENDA ITEM 6: PUBLIC COMMENT ON APPROPRIATENESS OF CLOSED SESSION FOR ITEMS 9 THROUGH 14

Mr. Zachry requested public comment on the appropriateness of Closed Session Agenda Items 9 through 14, of which there was none.

AGENDA ITEM 7: PUBLIC COMMENT

Mr. Zachry requested other public comment, of which there was none. The Audit Committee immediately convened into Closed Session at 2:05 p.m.

AGENDA ITEM 15: CALL TO ORDER AND ROLL CALL

The Open Session meeting reconvened at 5:05 p.m. following the conclusion of the Closed Session and the following Members were present: William M. Zachry (Chair); Senator Tom. C. Berryhill (Ret.); David M. Lanier; Senator Michael J. Machado (Ret.); and Angela D. Tate.

There was a quorum.

Also present: President and CEO Vernon L. Steiner; General Counsel and Corporate Secretary and Chief of Internal Affairs Margie R. Lariviere; Chief Financial Officer Peter Guastamachio; Board Liaison and Assistant Corporate Secretary Hilda B. Padua; and Counsel and Assistant Corporate Secretary Judith D. Sapper.

AGENDA ITEM 16: COMMITTEE MEMBER PRESENTATIONS

Mr. Zachry requested presentations from the Committee members, of which there were none.

AGENDA ITEM 17: PROPOSALS AND SUGGESTIONS FOR FEBRUARY 26, 2020 AGENDA

Mr. Zachry requested suggestions for agenda items for the February 26, 2020 Audit Committee meeting other than the standing agenda items, of which there were none.

Mr. Zachry requested public comment, of which there was none, and he noted that the next Audit Committee meeting is scheduled for February 26, 2020 at the State Fund Pleasanton Office, Pleasanton, California unless noticed for a new date and time.

ADJOURNMENT

There being no further business before the Audit Committee, the meeting adjourned at 5:10 p.m.

Respectfully submitted,

Hilda B. Padua, Board Liaison and Assistant Corporate Secretary