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Date: February 9, 2018

TO: MEMBERS, INVESTMENT AND RISK COMMITTEE

I. AGENDA ITEM # AND TITLE :	Open Agenda Item 3b – Consent Calendar: Approval of Investment Transactions
II. NAME AND PROGRAM:	Treasury and Investments
III. ACTIVITY:	<input type="checkbox"/> Informational <input type="checkbox"/> Request for Direction <input checked="" type="checkbox"/> Action Proposed <input type="checkbox"/> Exploratory
IV. JUSTIFICATION:	<input checked="" type="checkbox"/> Standard/Required Item <input type="checkbox"/> Board Request – New Item <input type="checkbox"/> New Topic from Staff

V. EXECUTIVE SUMMARY:

In accordance with Sections 1200 and 1201 of the California Insurance Code, all investments made during October to December of 2017 (including securities purchased or sold, and investment loans) are presented to the Investment Committee for approval.

VI. ANALYSIS:

The investment transactions for the period of October 1, 2017 to December 31, 2017 are attached as Item 3b(i). In the fixed income portfolio, State Fund purchased 466 bonds totaling \$741 million and sold 1 bond for a total of \$2 million. In the equity portfolio, \$45 million were purchased. Year-to-date through December 31, 2017, the total net gain from the entire portfolio was \$125 million. The aggregate book adjusted carrying value of all investments was approximately \$19.9 billion.

The current investments no longer in compliance with State Fund’s Investment Policy are listed in the Compliance Report, Attachment 3b(ii). There are three out-of-compliance bonds. These bonds complied with the Investment Policy and met certain minimum credit rating standards at the time of purchase.

We request the Investment Committee’s approval and ratification of these investment transactions. These reports are also attached as Item 21c on the agenda of the Full Board meeting.

VII. RECOMMENDATION:

We recommend that the Investment Committee approve and ratify the investment transactions from October 1, 2017 to December 31, 2017.

INVESTMENT TRANSACTIONS

466 transactions were consummated during the period from October 1st to December 31st, 2017.

BOND PURCHASES

Trade	Settle	Current Units	Description	Coupon	Maturity	Yield	Moody's	S&P	Fitch
Financial									
SCIF-Deutsche									
10/18/17	10/23/17	10,000,000	PNC BANK NA	3.100	10/25/27	3.104	A2	A	NA
11/14/17	11/20/17	7,050,000	SCHLUMBERGER FINANCE CANADA LTD	2.650	11/20/22	2.665	A1	AA-	NA
11/30/17	12/11/17	10,000,000	SIMON PROPERTY GROUP LP	3.375	12/01/27	3.469	NA	A	NA
12/05/17	12/12/17	4,125,000	DUKE REALTY LP	3.375	12/15/27	3.393	Baa1	BBB+	BBB+
		31,175,000							
Financial									
SCIF-NEAM									
10/13/17	10/20/17	19,500,000	CITIBANK NA	1.663	10/20/20	1.677875	A1	A+	A+
10/18/17	10/23/17	11,000,000	PNC BANK NA	2.450	11/05/20	2.120051	A2	A	A+
		30,500,000							
Government									
SCIF-Deutsche									
11/07/17	11/15/17	10,605,000	CANADA (GOVERNMENT)	2.000	11/15/22	2.066	Aaa	AAA	AAA
		10,605,000							
Industrial									
SCIF-Deutsche									
10/05/17	10/10/17	3,330,000	PEPSICO INC	3.000	10/15/27	3.033	A1	A+	A
10/06/17	10/11/17	1,770,000	NIKE INC	2.375	11/01/26	2.962	A1	AA-	NA
10/06/17	10/11/17	3,230,000	NIKE INC	2.375	11/01/26	2.964	A1	AA-	NA
10/10/17	10/13/17	5,755,000	NORTHROP GRUMMAN CORP	3.250	01/15/28	3.255	Baa2	BBB	BBB
10/11/17	10/20/17	3,825,000	WAL-MART STORES INC	3.625	12/15/47	3.633	Aa2	AA	AA
10/11/17	10/20/17	7,000,000	WAL-MART STORES INC	2.650	12/15/24	2.654	Aa2	AA	AA
10/17/17	10/19/17	5,000,000	GILEAD SCIENCES INC	2.950	03/01/27	3.045	A3	A	NA
10/18/17	10/25/17	10,000,000	UNITEDHEALTH GROUP INC	2.950	10/15/27	3.048	A3	A+	A-
10/23/17	10/25/17	2,840,000	PROCTER & GAMBLE CO	1.900	10/23/20	1.953	NA	AA-	NA
10/23/17	10/25/17	4,445,000	PROCTER & GAMBLE CO	3.500	10/25/47	3.571	NA	AA-	NA
10/26/17	11/03/17	5,280,000	TEXAS INSTRUMENTS INC	2.900	11/03/27	3.035	A1	A+	A+
10/30/17	11/02/17	5,000,000	FORD MOTOR CREDIT COMPANY LLC	3.815	11/02/27	3.815	NA	NA	BBB
10/30/17	11/02/17	6,970,000	COLGATE-PALMOLIVE CO	2.250	11/15/22	2.317	Aa3	AA-	NA
10/30/17	11/08/17	8,030,000	WASTE MANAGEMENT INC	3.150	11/15/27	3.152	NA	NA	BBB+
10/31/17	11/02/17	10,000,000	AMGEN INC	3.200	11/02/27	3.247	Baa1	A	BBB
10/31/17	11/09/17	6,815,000	CELGENE CORP	3.450	11/15/27	0.015	Baa2	BBB+	NA
10/31/17	11/09/17	(6,815,000)	CELGENE CORP	3.450	11/15/27	3.468	Baa2	BBB+	NA
10/31/17	11/09/17	6,815,000	CELGENE CORP	3.450	11/15/27	3.468	Baa2	BBB+	NA
11/08/17	11/10/17	14,420,000	JOHNSON & JOHNSON	3.400	01/15/38	3.420	Aaa	AAA	AAA
11/09/17	11/14/17	12,857,000	UNITED PARCEL SERVICE INC	3.050	11/15/27	3.101	A1	A+	NA
11/16/17	11/27/17	3,920,000	ECOLAB INC	3.950	12/01/47	3.980	Baa1	A-	NA
11/29/17	12/04/17	11,780,000	AMERISOURCEBERGEN CORP	3.450	12/15/27	3.479	NA	A-	NA
12/06/17	12/21/17	4,525,000	TRINITY HEALTH CORPORATION	4.125	12/01/45	3.803	Aa3	AA-	AA-
12/06/17	12/11/17	7,440,000	BAKER HUGHES A GE COMPANY LLC	3.337	12/15/27	3.337	A3	A-	NA
12/14/17	12/28/17	7,895,000	PARTNERS HEALTHCARE SYSTEM INC	3.765	07/01/48	3.765	NA	AA-	NA
		152,127,000							

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Industrial

SCIF-NEAM

10/05/17	10/10/17	2,000,000	PEPSICO INC	2.000	04/15/21	2.006	A1	A+	A
10/11/17	10/20/17	27,500,000	WAL-MART STORES INC	1.900	12/15/20	1.947	Aa2	AA	AA
10/17/17	10/19/17	10,000,000	QUALCOMM INC	3.000	05/20/22	2.421	A1	A	NA
10/18/17	10/25/17	5,500,000	UNITEDHEALTH GROUP INC	2.375	10/15/22	2.445	A3	A+	A-
10/19/17	10/23/17	3,000,000	WALT DISNEY CO	2.550	02/15/22	2.230	A2	A+	A
10/26/17	10/30/17	2,350,000	EBAY INC	2.181	01/30/23	2.051	Baa1	BBB+	BBB
11/06/17	11/13/17	23,500,000	APPLE INC	2.000	11/13/20	2.029	Aa1	AA+	NA
11/06/17	11/13/17	18,750,000	APPLE INC	2.400	01/13/23	2.402	Aa1	AA+	NA
11/09/17	11/14/17	9,650,000	UNITED PARCEL SERVICE INC	1.863	04/01/23	1.885	A1	A+	NA
11/13/17	11/16/17	4,500,000	AMERICAN HONDA FINANCE CORP	1.889	11/16/22	1.914	A2	A+	NA
12/06/17	12/11/17	7,750,000	BAKER HUGHES A GE COMPANY LLC	2.773	12/15/22	2.773	A3	A-	NA

114,500,000

Mortgage Backed

SCIF-Deutsche

10/04/17	10/30/17	2,000,000	FN 17M12 A1	2.747	06/25/27	2.571	Aaa	AA+	AAA
10/16/17	10/19/17	18,590,087	FH G60979	4.000	05/01/46	2.692	Aaa	AA+	AAA
10/18/17	10/27/17	1,750,000	FHMS K068 A1	2.952	02/25/27	2.592	Aaa	AA+	AAA
10/30/17	11/02/17	20,782,454	FH G60604	3.500	10/01/45	2.887	Aaa	AA+	AAA
10/30/17	11/02/17	(297,677)	FH G60604	3.500	10/01/45	2.893	Aaa	AA+	AAA
10/31/17	11/13/17	7,000,000	FHMS K728 A2	3.064	08/24/25	2.693	Aaa	AA+	AAA
10/31/17	11/13/17	7,000,000	FHMS K728 A2	3.064	08/24/25	2.637	Aaa	AA+	AAA
10/31/17	11/13/17	(7,000,000)	FHMS K728 A2	3.064	08/24/25	2.693	Aaa	AA+	AAA
11/01/17	11/29/17	2,402,000	FN 17M13 A1	2.746	04/25/27	2.572	Aaa	AA+	AAA
11/03/17	11/13/17	4,990,000	FHMS KJ17 A2	2.982	11/25/25	2.703	Aaa	AA+	AAA
12/12/17	12/22/17	5,000,000	FHMS K071 A2	3.286	11/25/27	2.936	Aaa	AA+	AAA
12/15/17	12/22/17	12,000,000	FHMS K729 A2	3.136	10/25/24	2.646	Aaa	AA+	AAA
12/27/17	12/28/17	28,359,410	FH Q45094	3.000	12/01/46	3.017	Aaa	AA+	AAA
12/27/17	01/11/18	28,486,388	FH G08747	3.000	02/01/47	3.015	Aaa	AA+	AAA
12/27/17	12/28/17	30,000,000	FN BM3241	3.000	02/01/44	2.926	Aaa	AA+	AAA
12/27/17	12/28/17	30,000,000	FN 890812	3.500	01/01/47	2.979	Aaa	AA+	AAA

191,062,661

Mortgage Backed

SCIF-NEAM

09/27/17	10/12/17	(12,132,553)	FN AL7019	3.500	11/01/42	2.824	Aaa	AA+	AAA
09/27/17	10/12/17	11,968,157	FN AL7019	3.500	11/01/42	2.824	Aaa	AA+	AAA
09/27/17	10/12/17	(46,243,338)	FH G60788	3.500	12/01/46	2.855	Aaa	AA+	AAA
09/27/17	10/12/17	45,655,243	FH G60788	3.500	12/01/46	2.855	Aaa	AA+	AAA
09/27/17	10/12/17	(47,626,535)	FN CA0531	3.500	10/01/42	2.847	Aaa	AA+	AAA
09/27/17	10/12/17	47,543,280	FN CA0531	3.500	10/01/42	2.847	Aaa	AA+	AAA
10/27/17	11/13/17	45,127,922	FH Q51269	4.000	10/01/47	2.923	Aaa	AA+	AAA
10/27/17	11/13/17	(45,127,922)	FH Q51269	4.000	10/01/47	2.924	Aaa	AA+	AAA
10/27/17	11/13/17	45,069,245	FH Q51269	4.000	10/01/47	2.923	Aaa	AA+	AAA
10/30/17	11/13/17	14,645,033	FN MA3100	3.000	08/01/37	2.585	Aaa	AA+	AAA
10/30/17	11/13/17	14,556,747	FN MA3100	3.000	08/01/37	2.587	Aaa	AA+	AAA
10/30/17	11/13/17	(14,645,033)	FN MA3100	3.000	08/01/37	2.587	Aaa	AA+	AAA
12/15/17	12/18/17	19,709,937	FN CA0687	3.500	11/01/42	2.948	Aaa	AA+	AAA
12/15/17	12/19/17	42,200,000	FH Q53186	4.000	12/01/47	3.028	Aaa	AA+	AAA

120,700,184

Municipal

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SCIF-Deutsche

12/01/17	12/14/17	3,280,000	NEW JERSEY ST TPK AUTH TPK REV	3.729	01/01/36	3.729	A2	A+	A
12/08/17	12/21/17	2,120,000	SAN JOSE CALIF REDEV AGY SUCCESSOR AGY TAX ALLC	3.375	08/01/34	3.559	NA	AA	AA
12/20/17	12/22/17	3,000,000	HOUSTON TEX	3.525	03/01/28	3.525	Aa3	NA	AA

8,400,000
Municipal**SCIF-NEAM**

10/12/17	10/16/17	2,250,000	SEMINOLE CNTY FLA WTR & SWR REV	6.443	10/01/40	2.150	Aa2	AA	NA
10/13/17	10/17/17	1,850,000	SOUTHERN CALIF PUB PWR AUTH REV	3.938	07/01/26	2.700	NA	AA-	AA-
10/13/17	10/17/17	1,520,000	SOUTHERN CALIF PUB PWR AUTH REV	4.208	07/01/28	2.763	NA	AA-	AA-
10/16/17	10/18/17	4,905,000	NEW YORK N Y	2.520	10/01/24	2.657	Aa2	AA	AA
10/17/17	10/19/17	10,000,000	NEW YORK N Y	2.320	10/01/23	2.504	Aa2	AA	AA
10/19/17	10/23/17	361,486	VIRGINIA ST HSG DEV AUTH COMWLTH MTG	2.750	04/25/42	2.800	Aaa	AAA	NA
10/19/17	10/23/17	1,755,000	COLORADO WTR RES & PWR DEV AUTH WTR RES REV	5.650	09/01/30	2.100	NA	AA	NA
10/27/17	11/09/17	4,000,000	SAN FRANCISCO CALIF CITY & CNTY CMNTY FACS DIST N	4.000	09/01/48	4.105	NA	NA	AA+
11/10/17	11/14/17	2,250,000	CALIFORNIA ST	1.840	04/01/22	1.575	Aa3	AA-	AA-
11/29/17	12/13/17	2,250,000	UNIVERSITY PA TRUSTEES	4.008	08/15/47	4.005	NA	AA-	NA
12/01/17	12/14/17	2,075,000	ATLANTA & FULTON CNTY GA REC AUTH REV	3.679	12/15/31	3.679	Aa3	AA	NA
12/01/17	12/14/17	2,100,000	ATLANTA & FULTON CNTY GA REC AUTH REV	3.579	12/15/29	3.579	Aa3	AA	NA
12/07/17	12/19/17	2,000,000	CALIFORNIA ST DEPT WTR RES CENT VY PROJ REV	2.601	12/01/23	2.601	Aa1	AAA	NA
12/08/17	12/20/17	2,945,000	ANCHORAGE ALASKA CTFS PARTN	3.560	07/01/29	3.556	NA	AA+	AA
12/08/17	12/20/17	3,540,000	ANCHORAGE ALASKA CTFS PARTN	3.460	07/01/28	3.456	NA	AA+	AA
12/08/17	12/21/17	2,000,000	IDAHO ST BLDG AUTH BLDG REV	3.530	09/01/31	3.530	Aa2	AA	NA
12/14/17	12/21/17	10,000,000	NEW YORK ST URBAN DEV CORP REV	3.070	03/15/26	3.070	Aa1	AAA	AA+
12/20/17	12/22/17	8,775,000	HOUSTON TEX	3.961	03/01/47	3.961	Aa3	NA	AA

64,576,486
Utility**SCIF-Deutsche**

02/27/17	03/06/17	7,425,000	WESTAR ENERGY INC	3.100	04/01/27	3.145	A2	A	NA
02/27/17	03/06/17	(7,425,000)	WESTAR ENERGY INC	3.100	04/01/27	3.145	A2	A	NA
10/02/17	10/05/17	5,715,000	NSTAR ELECTRIC CO	3.200	05/15/27	3.055	A2	A	A+
11/27/17	12/04/17	5,000,000	NORTHERN STATES POWER CO (WISCONSIN)	3.750	12/01/47	3.765	Aa3	A	A+
12/04/17	12/06/17	6,365,000	PUBLIC SERVICE ELECTRIC AND GAS CO	3.600	12/01/47	3.604	NA	A	NA

17,080,000

Total Fixed Income Purchases:

Deutsche	410,449,661.00	54 Items
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Total Fixed Income Purchases:

Neam	330,276,670.53	45 Items
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Grand Total:	740,726,331.53	99 Items
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BOND SALES

Trade	Settle	Current Units	Description	Coupon	Maturity	Yield	Moody's	S&P	Fitch
Industrial									
SCIF-Deutsche									
10/30/17	11/01/17	(2,040,000)	MATTEL INC	1.700	03/15/18		Baa3	BB	BBB

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(2,040,000)

Total Fixed Income Sales:		
Deutsche	(2,040,000)	1 Item

Grand Total:	(2,040,000)	1 Item
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EQUITY PURCHASES

Trade	Settle	Principal	Description	Yield	Moody's	S&P	Fitch
Other							
SCIF-REIT							
10/01/17	10/01/17	254,785.44	RREEF AMERICA REIT II CORP. VVV	3.300	N/A	N/A	N/A
		254,785.44					
Advertising							
SCIF-Conning							
12/01/17	12/05/17	408,673.74	OMNICOM GROUP ORD	3.748	N/A	BBB+	NR
		408,673.74					
Aerospace/Defense							
SCIF-Conning							
12/01/17	12/05/17	88,290.39	UNITED TECHNOLOGIES ORD	2.264	A3	A-	A-
12/01/17	12/05/17	209,658.41	LOCKHEED MARTIN ORD	2.379	Baa1	BBB+	BBB+
		297,948.80					
Aerospace/Defense							
SCIF-Wellington							
12/19/17	12/21/17	92,658.03	NORTHROP GRUMMAN ORD	1.270	N/A	BBB+	BBB
12/19/17	12/21/17	179,963.28	GENERAL DYNAMICS ORD	1.641	N/A	A+	A
12/20/17	12/22/17	184,439.76	NORTHROP GRUMMAN ORD	1.272	N/A	BBB+	BBB
12/20/17	12/22/17	180,985.14	GENERAL DYNAMICS ORD	1.629	N/A	A+	A
12/21/17	12/26/17	30,540.16	NORTHROP GRUMMAN ORD	1.281	N/A	BBB+	BBB
12/21/17	12/26/17	263,044.60	GENERAL DYNAMICS ORD	1.620	N/A	A+	A
12/21/17	12/26/17	81,022.12	GENERAL DYNAMICS ORD	1.620	N/A	A+	A
12/21/17	12/26/17	243,078.00	GENERAL DYNAMICS ORD	1.620	N/A	A+	A
12/22/17	12/27/17	121,644.48	GENERAL DYNAMICS ORD	1.619	N/A	A+	A
12/26/17	12/28/17	101,212.50	GENERAL DYNAMICS ORD	1.624	N/A	A+	A
12/27/17	12/29/17	81,078.56	GENERAL DYNAMICS ORD	1.618	N/A	A+	A
12/28/17	01/02/18	30,833.67	NORTHROP GRUMMAN ORD	1.265	N/A	BBB+	BBB
12/28/17	01/02/18	122,161.08	GENERAL DYNAMICS ORD	1.609	N/A	A+	A
12/29/17	01/03/18	30,791.54	NORTHROP GRUMMAN ORD	1.271	N/A	BBB+	BBB
12/29/17	01/03/18	163,157.20	GENERAL DYNAMICS ORD	1.612	N/A	A+	A
		1,906,610.12					
Apparel							
SCIF-Conning							
12/01/17	12/05/17	12,148.82	VF ORD	2.340	N/A	A	N/A
		12,148.82					

Banks

SCIF-Conning

Date	Entity	Amount	Description	Yield	Rating	Quality	Grade
12/01/17	12/05/17	2,913,780.97	PNC FINANCIAL SERVICES GROUP ORD	2.376	A3	A-	A+

2,913,780.97

Beverages

SCIF-Conning

12/01/17	12/05/17	341,124.96	PEPSICO ORD	2.712	N/A	A+	A
12/01/17	12/05/17	359,688.27	COCA-COLA ORD	4.024	N/A	AA-	A+

700,813.23

Beverages

SCIF-Wellington

12/19/17	12/21/17	178,888.93	PEPSICO ORD	2.671	N/A	A+	A
12/19/17	12/21/17	300,345.50	COCA-COLA ORD	4.010	N/A	AA-	A+
12/20/17	12/22/17	285,597.42	COCA-COLA ORD	4.015	N/A	AA-	A+
12/21/17	12/26/17	36,770.40	COCA-COLA ORD	4.057	N/A	AA-	A+
12/26/17	12/28/17	22,892.05	COCA-COLA ORD	4.038	N/A	AA-	A+
12/27/17	12/29/17	22,913.35	COCA-COLA ORD	4.028	N/A	AA-	A+
12/28/17	01/02/18	32,015.20	COCA-COLA ORD	4.046	N/A	AA-	A+

879,422.85

Chemicals

SCIF-Wellington

10/09/17	10/11/17	13,202.99	ECOLAB ORD	1.121	N/A	A-	N/A
10/10/17	10/12/17	39,771.15	ECOLAB ORD	1.115	N/A	A-	N/A
10/11/17	10/13/17	118,816.47	ECOLAB ORD	1.117	N/A	A-	N/A
10/12/17	10/16/17	40,022.79	ECOLAB ORD	1.105	N/A	A-	N/A
10/13/17	10/17/17	268,731.60	ECOLAB ORD	1.104	N/A	A-	N/A
10/13/17	10/17/17	121,048.74	ECOLAB ORD	1.104	N/A	A-	N/A
10/16/17	10/18/17	134,585.80	ECOLAB ORD	1.101	N/A	A-	N/A
10/16/17	10/18/17	201,818.40	ECOLAB ORD	1.101	N/A	A-	N/A
10/17/17	10/19/17	120,219.03	ECOLAB ORD	1.116	N/A	A-	N/A
10/17/17	10/19/17	238,399.97	ECOLAB ORD	1.116	N/A	A-	N/A
12/19/17	12/21/17	148,865.97	ECOLAB ORD	1.125	N/A	A-	N/A
12/19/17	12/21/17	169,353.69	PRAXAIR ORD	2.111	N/A	A	N/A
12/20/17	12/22/17	113,072.10	ECOLAB ORD	1.134	N/A	A-	N/A
12/20/17	12/22/17	92,485.74	PRAXAIR ORD	2.113	N/A	A	N/A
12/28/17	01/02/18	31,076.52	PRAXAIR ORD	2.096	N/A	A	N/A
12/29/17	01/03/18	15,516.18	PRAXAIR ORD	2.104	N/A	A	N/A

1,866,987.14

Commercial Services

SCIF-Conning

State Compensation Insurance Fund

Investment and Risk Committee - February 21, 2018

Open Agenda Item 3bi - Consent Calendar: Approval of Investment Transactions (Investments)

12/01/17	12/05/17	423,353.23	PROCTER & GAMBLE ORD	3.030	Aa3	AA-	N/A
		423,353.23					
Commercial Services							
SCIF-Wellington							
12/19/17	12/21/17	396,508.12	PROCTER & GAMBLE ORD	2.987	Aa3	AA-	N/A
12/19/17	12/21/17	150,335.20	COLGATE PALMOLIVE ORD	2.124	N/A	AA-	WD
12/20/17	12/22/17	96,906.13	COLGATE PALMOLIVE ORD	2.134	N/A	AA-	WD
		643,749.45					
Computers							
SCIF-Conning							
12/01/17	12/05/17	180,904.87	INTERNATIONAL BUSINESS MACHINES ORD	3.812	A1	A+	A+
12/01/17	12/05/17	162,549.47	AUTOMATIC DATA PROCESSING ORD	2.004	Aa3	AA	N/A
		343,454.34					
Computers							
SCIF-Wellington							
12/19/17	12/21/17	106,590.87	AUTOMATIC DATA PROCESSING ORD	1.977	Aa3	AA	N/A
12/20/17	12/22/17	70,839.96	AUTOMATIC DATA PROCESSING ORD	1.985	Aa3	AA	N/A
12/21/17	12/26/17	211,259.16	AUTOMATIC DATA PROCESSING ORD	1.993	Aa3	AA	N/A
12/21/17	12/26/17	23,444.00	AUTOMATIC DATA PROCESSING ORD	1.993	Aa3	AA	N/A
12/22/17	12/27/17	93,567.28	AUTOMATIC DATA PROCESSING ORD	2.002	Aa3	AA	N/A
12/26/17	12/28/17	70,429.38	AUTOMATIC DATA PROCESSING ORD	1.990	Aa3	AA	N/A
12/27/17	12/29/17	46,910.12	AUTOMATIC DATA PROCESSING ORD	1.996	Aa3	AA	N/A
12/28/17	01/02/18	58,522.55	AUTOMATIC DATA PROCESSING ORD	1.995	Aa3	AA	N/A
12/29/17	01/03/18	117,303.90	AUTOMATIC DATA PROCESSING ORD	1.997	Aa3	AA	N/A
		798,867.22					
Cosmetics/Personal Care							
SCIF-Conning							
12/01/17	12/05/17	368,994.10	KIMBERLY CLARK ORD	3.178	A2	A	A
		368,994.10					
Cosmetics/Personal Care							
SCIF-Invesco							
12/15/17	12/19/17	197,040.60	KIMBERLY CLARK ORD	3.274	A2	A	A
		197,040.60					
Diversified Finan Serv							
SCIF-Wellington							
12/19/17	12/21/17	69,620.11	AMERICAN EXPRESS ORD	1.674	A3	BBB+	A
12/20/17	12/22/17	311,635.84	AMERICAN EXPRESS ORD	1.685	A3	BBB+	A
		381,255.95					

Electrical Compo&Equip

SCIF-Conning

12/01/17	12/05/17	94,792.41	EMERSON ELECTRIC ORD	2.976	A2	A	N/A
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94,792.41

Food

SCIF-Conning

12/01/17	12/05/17	505,064.98	ARCHER DANIELS MIDLAND ORD	3.135	N/A	A	A
12/01/17	12/05/17	234,914.82	GENERAL MILLS ORD	4.304	N/A	BBB+	BBB+

739,979.80

Food

SCIF-Invesco

10/31/17	11/02/17	261,049.83	GENERAL MILLS ORD	4.680	N/A	BBB+	BBB+
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261,049.83

Gas

SCIF-Invesco

12/15/17	12/19/17	978,368.82	NATL FUEL GAS ORD	3.693	N/A	BBB	BBB
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978,368.82

Healthcare-Products

SCIF-Wellington

10/24/17	10/26/17	263,511.40	DANAHER ORD	0.599	N/A	A	N/A
10/24/17	10/26/17	54,468.06	DANAHER ORD	0.599	N/A	A	N/A
10/25/17	10/27/17	135,759.75	DANAHER ORD	0.601	N/A	A	N/A
10/25/17	10/27/17	63,447.09	DANAHER ORD	0.601	N/A	A	N/A
10/25/17	10/27/17	72,478.64	DANAHER ORD	0.601	N/A	A	N/A
10/25/17	10/27/17	18,099.70	DANAHER ORD	0.601	N/A	A	N/A
10/25/17	10/27/17	18,098.78	DANAHER ORD	0.601	N/A	A	N/A
10/26/17	10/30/17	27,416.04	DANAHER ORD	0.596	N/A	A	N/A
10/26/17	10/30/17	54,870.12	DANAHER ORD	0.596	N/A	A	N/A
10/26/17	10/30/17	146,397.92	DANAHER ORD	0.596	N/A	A	N/A
10/26/17	10/30/17	45,426.25	DANAHER ORD	0.596	N/A	A	N/A
10/26/17	10/30/17	36,449.60	DANAHER ORD	0.596	N/A	A	N/A
10/27/17	10/31/17	45,903.75	DANAHER ORD	0.591	N/A	A	N/A
10/27/17	10/31/17	147,336.32	DANAHER ORD	0.591	N/A	A	N/A
10/30/17	11/01/17	64,329.02	DANAHER ORD	0.594	N/A	A	N/A
10/30/17	11/01/17	73,451.68	DANAHER ORD	0.594	N/A	A	N/A
10/30/17	11/01/17	55,080.66	DANAHER ORD	0.594	N/A	A	N/A
10/31/17	11/02/17	27,643.35	DANAHER ORD	0.591	N/A	A	N/A
10/31/17	11/02/17	73,783.36	DANAHER ORD	0.591	N/A	A	N/A
11/01/17	11/03/17	37,060.84	DANAHER ORD	0.587	N/A	A	N/A
11/01/17	11/03/17	46,471.10	DANAHER ORD	0.587	N/A	A	N/A

11/01/17	11/03/17	18,506.84	DANAHER ORD	0.587	N/A	A	N/A
11/01/17	11/03/17	92,901.30	DANAHER ORD	0.587	N/A	A	N/A
11/02/17	11/06/17	74,118.80	DANAHER ORD	0.588	N/A	A	N/A
11/02/17	11/06/17	46,246.10	DANAHER ORD	0.588	N/A	A	N/A
11/03/17	11/07/17	55,520.16	DANAHER ORD	0.585	N/A	A	N/A
11/03/17	11/07/17	120,870.75	DANAHER ORD	0.585	N/A	A	N/A
11/03/17	11/07/17	55,809.96	DANAHER ORD	0.585	N/A	A	N/A
11/06/17	11/08/17	55,566.78	DANAHER ORD	0.588	N/A	A	N/A
11/06/17	11/08/17	64,804.88	DANAHER ORD	0.588	N/A	A	N/A
11/07/17	11/09/17	46,582.75	DANAHER ORD	0.585	N/A	A	N/A
11/07/17	11/09/17	18,572.50	DANAHER ORD	0.585	N/A	A	N/A
11/08/17	11/10/17	65,258.48	DANAHER ORD	0.585	N/A	A	N/A
11/08/17	11/10/17	18,614.44	DANAHER ORD	0.585	N/A	A	N/A
11/08/17	11/10/17	55,806.90	DANAHER ORD	0.585	N/A	A	N/A
11/08/17	11/10/17	18,624.54	DANAHER ORD	0.585	N/A	A	N/A
11/09/17	11/13/17	296,515.20	DANAHER ORD	0.586	N/A	A	N/A
11/09/17	11/13/17	102,048.98	DANAHER ORD	0.586	N/A	A	N/A
11/10/17	11/14/17	27,653.58	DANAHER ORD	0.586	N/A	A	N/A
11/10/17	11/14/17	496,223.28	DANAHER ORD	0.586	N/A	A	N/A
11/13/17	11/15/17	74,333.84	DANAHER ORD	0.584	N/A	A	N/A
11/14/17	11/16/17	18,581.50	DANAHER ORD	0.585	N/A	A	N/A
11/14/17	11/16/17	74,442.24	DANAHER ORD	0.585	N/A	A	N/A
11/14/17	11/16/17	18,623.00	DANAHER ORD	0.585	N/A	A	N/A
11/15/17	11/17/17	65,009.91	DANAHER ORD	0.590	N/A	A	N/A
11/15/17	11/17/17	36,996.36	DANAHER ORD	0.590	N/A	A	N/A
11/15/17	11/17/17	18,560.50	DANAHER ORD	0.590	N/A	A	N/A
11/16/17	11/20/17	28,126.56	DANAHER ORD	0.582	N/A	A	N/A
11/17/17	11/21/17	46,666.25	DANAHER ORD	0.584	N/A	A	N/A
11/17/17	11/21/17	46,773.75	DANAHER ORD	0.584	N/A	A	N/A
11/20/17	11/22/17	65,575.86	DANAHER ORD	0.582	N/A	A	N/A
11/24/17	11/28/17	159,619.63	DANAHER ORD	0.580	N/A	A	N/A
11/27/17	11/29/17	47,023.80	DANAHER ORD	0.579	N/A	A	N/A
11/27/17	11/29/17	18,805.32	DANAHER ORD	0.579	N/A	A	N/A
11/27/17	11/29/17	18,808.80	DANAHER ORD	0.579	N/A	A	N/A
11/28/17	11/30/17	273,931.97	DANAHER ORD	0.578	N/A	A	N/A
11/29/17	12/01/17	46,834.85	DANAHER ORD	0.580	N/A	A	N/A
11/29/17	12/01/17	37,565.52	DANAHER ORD	0.580	N/A	A	N/A
11/29/17	12/01/17	93,712.80	DANAHER ORD	0.580	N/A	A	N/A
11/30/17	12/04/17	47,157.00	DANAHER ORD	0.578	N/A	A	N/A
11/30/17	12/04/17	56,506.38	DANAHER ORD	0.578	N/A	A	N/A
12/01/17	12/05/17	18,745.34	DANAHER ORD	0.581	N/A	A	N/A
12/01/17	12/05/17	141,513.75	DANAHER ORD	0.581	N/A	A	N/A
12/01/17	12/05/17	18,701.60	DANAHER ORD	0.581	N/A	A	N/A
12/01/17	12/05/17	18,770.46	DANAHER ORD	0.581	N/A	A	N/A
12/01/17	12/05/17	18,734.04	DANAHER ORD	0.581	N/A	A	N/A
12/01/17	12/05/17	18,642.44	DANAHER ORD	0.581	N/A	A	N/A
12/04/17	12/06/17	18,765.50	DANAHER ORD	0.587	N/A	A	N/A
12/04/17	12/06/17	27,844.47	DANAHER ORD	0.587	N/A	A	N/A

State Compensation Insurance Fund

Investment and Risk Committee - February 21, 2018

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12/04/17	12/06/17	46,741.25	DANAHER ORD	0.587	N/A	A	N/A
12/05/17	12/07/17	55,738.80	DANAHER ORD	0.588	N/A	A	N/A
12/05/17	12/07/17	18,576.00	DANAHER ORD	0.588	N/A	A	N/A
12/05/17	12/07/17	18,572.00	DANAHER ORD	0.588	N/A	A	N/A
12/06/17	12/08/17	18,536.10	DANAHER ORD	0.589	N/A	A	N/A
12/06/17	12/08/17	27,741.84	DANAHER ORD	0.589	N/A	A	N/A
12/07/17	12/11/17	18,551.00	DANAHER ORD	0.588	N/A	A	N/A
12/07/17	12/11/17	18,584.38	DANAHER ORD	0.588	N/A	A	N/A
12/08/17	12/12/17	15,739.38	DANAHER ORD	0.585	N/A	A	N/A
12/20/17	12/22/17	772,211.47	DANAHER ORD	0.576	N/A	A	N/A

5,824,095.31

Healthcare-Services

SCIF-Wellington

12/19/17	12/21/17	377,791.17	UNITEDHEALTH GRP ORD	1.295	A3	A+	A
12/20/17	12/22/17	131,874.33	UNITEDHEALTH GRP ORD	1.293	A3	A+	A

509,665.50

Insurance

SCIF-Conning

12/01/17	12/05/17	34,254.85	PRINCIPAL FINANCIAL GROUP ORD	2.652	N/A	BBB+	A
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34,254.85

Insurance

SCIF-Wellington

12/19/17	12/21/17	124,585.65	MARSH & MCLENNAN ORD	1.733	N/A	A-	A-
12/20/17	12/22/17	148,357.98	MARSH & MCLENNAN ORD	1.741	N/A	A-	A-
12/21/17	12/26/17	24,673.14	MARSH & MCLENNAN ORD	1.772	N/A	A-	A-

297,616.77

Iron/Steel

SCIF-Conning

12/01/17	12/05/17	231,424.37	NUCOR ORD	2.635	N/A	A-	N/A
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231,424.37

Machinery-Diversified

SCIF-Conning

12/01/17	12/05/17	248,908.79	CUMMINS ORD	2.551	N/A	A+	WD
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248,908.79

Multiline Utilities

SCIF-Invesco

10/09/17	10/11/17	192,491.17	SEMPRA ENERGY ORD	2.879	Baa1	BBB+	BBB+
		192,491.17					
Oil&Gas							
SCIF-Conning							
12/01/17	12/05/17	2,906,198.02	EXXON MOBIL ORD	3.666	Aaa	AA+	WD
		2,906,198.02					
Oil&Gas							
SCIF-Invesco							
11/07/17	11/09/17	184,453.90	BAKER HUGHES CL A ORD	1.048	A3	A-	N/A
11/08/17	11/10/17	183,029.14	BAKER HUGHES CL A ORD	1.066	A3	A-	N/A
11/08/17	11/10/17	162,981.40	BAKER HUGHES CL A ORD	1.066	A3	A-	N/A
11/09/17	11/13/17	32,054.94	BAKER HUGHES CL A ORD	1.069	A3	A-	N/A
11/09/17	11/13/17	63,688.57	BAKER HUGHES CL A ORD	1.069	A3	A-	N/A
11/09/17	11/13/17	176,166.40	BAKER HUGHES CL A ORD	1.069	A3	A-	N/A
11/17/17	11/21/17	260,023.96	BAKER HUGHES CL A ORD	1.132	A3	A-	N/A
12/15/17	12/19/17	260,787.36	EXXON MOBIL ORD	3.685	Aaa	AA+	WD
		1,323,185.67					
Oil&Gas							
SCIF-Wellington							
12/19/17	12/21/17	25,621.75	EXXON MOBIL ORD	3.712	Aaa	AA+	WD
		25,621.75					
Packaging&Containers							
SCIF-Conning							
12/01/17	12/05/17	2,928,421.77	WESTROCK ORD	2.612	Baa2	BBB	N/A
		2,928,421.77					
Packaging&Containers							
SCIF-Invesco							
11/17/17	11/21/17	254,388.61	SONOCO PRODUCTS ORD	2.991	N/A	BBB+	N/A
		254,388.61					
Pharmaceuticals							
SCIF-Conning							
12/01/17	12/05/17	367,269.80	AMGEN ORD	2.596	N/A	A	BBB
12/01/17	12/05/17	216,821.84	BRISTOL MYERS SQUIBB ORD	2.467	N/A	A+	A-
12/01/17	12/05/17	174,681.23	JOHNSON & JOHNSON ORD	2.372	Aaa	AAA	AAA
12/01/17	12/05/17	186,271.75	PFIZER ORD	3.521	A1	AA	A+
12/01/17	12/05/17	706,191.53	MERCK & CO ORD	3.365	WR	AA	A
		1,651,236.15					

Pharmaceuticals

SCIF-Wellington

12/19/17	12/21/17	318,223.80	AMGEN ORD	2.601	N/A	A	BBB
12/19/17	12/21/17	563,336.00	MERCK & CO ORD	3.361	WR	AA	A
12/20/17	12/22/17	285,087.52	AMGEN ORD	2.597	N/A	A	BBB
12/20/17	12/22/17	397,729.81	MERCK & CO ORD	3.368	WR	AA	A
12/21/17	12/26/17	177,311.70	AMGEN ORD	2.604	N/A	A	BBB
12/22/17	12/27/17	123,675.86	AMGEN ORD	2.607	N/A	A	BBB
12/26/17	12/28/17	17,613.06	AMGEN ORD	2.612	N/A	A	BBB
12/28/17	01/02/18	52,558.17	AMGEN ORD	2.625	N/A	A	BBB
12/29/17	01/03/18	17,466.03	AMGEN ORD	2.645	N/A	A	BBB

1,953,001.95

REITS

SCIF-Wellington

12/19/17	12/21/17	242,303.89	AMERICAN TOWER REIT	1.762	WR	BBB-	BBB
12/19/17	12/21/17	167,197.92	PUBLIC STORAGE REIT ORD	3.842	N/A	A	WD
12/20/17	12/22/17	267,204.60	AMERICAN TOWER REIT	1.783	WR	BBB-	BBB
12/20/17	12/22/17	165,145.28	PUBLIC STORAGE REIT ORD	3.900	N/A	A	WD
12/21/17	12/26/17	112,262.00	AMERICAN TOWER REIT	1.791	WR	BBB-	BBB
12/21/17	12/26/17	81,710.88	PUBLIC STORAGE REIT ORD	3.927	N/A	A	WD
12/22/17	12/27/17	14,050.86	AMERICAN TOWER REIT	1.777	WR	BBB-	BBB
12/22/17	12/27/17	41,131.42	PUBLIC STORAGE REIT ORD	3.884	N/A	A	WD
12/26/17	12/28/17	20,828.99	PUBLIC STORAGE REIT ORD	3.846	N/A	A	WD
12/27/17	12/29/17	41,816.76	PUBLIC STORAGE REIT ORD	3.823	N/A	A	WD
12/28/17	01/02/18	33,586.48	AMERICAN TOWER REIT	1.833	WR	BBB-	BBB
12/28/17	01/02/18	41,838.86	PUBLIC STORAGE REIT ORD	3.823	N/A	A	WD

1,229,077.94

Retail

SCIF-Conning

12/01/17	12/05/17	468,676.08	CVS HEALTH ORD	2.662	N/A	BBB+	WD
12/01/17	12/05/17	2,884,469.52	STARBUCKS ORD	1.832	N/A	A-	A-
12/01/17	12/05/17	292,481.11	TARGET ORD	4.100	A2	A	A-

3,645,626.71

Retail

SCIF-Invesco

12/15/17	12/19/17	198,578.37	TJX ORD	1.615	N/A	A+	N/A
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198,578.37

Retail

SCIF-Wellington

10/09/17	10/11/17	49,588.11	STARBUCKS ORD	1.813	N/A	A-	A-
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10/10/17	10/12/17	188,979.82	STARBUCKS ORD	1.804	N/A	A-	A-
10/11/17	10/13/17	277,955.00	STARBUCKS ORD	1.797	N/A	A-	A-
10/12/17	10/16/17	150,919.74	STARBUCKS ORD	1.787	N/A	A-	A-
10/12/17	10/16/17	207,745.38	STARBUCKS ORD	1.787	N/A	A-	A-
10/13/17	10/17/17	418,316.68	STARBUCKS ORD	1.795	N/A	A-	A-
12/19/17	12/21/17	606,345.60	TJX ORD	1.574	N/A	A+	N/A
12/19/17	12/21/17	63,865.03	CVS HEALTH ORD	2.766	N/A	BBB+	WD
12/19/17	12/21/17	3,034.10	STARBUCKS ORD	1.810	N/A	A-	A-
12/20/17	12/22/17	243,338.56	TJX ORD	1.580	N/A	A+	N/A
12/21/17	12/26/17	178,773.27	TJX ORD	1.569	N/A	A+	N/A
12/21/17	12/26/17	53,594.52	TJX ORD	1.569	N/A	A+	N/A
12/22/17	12/27/17	159,812.52	TJX ORD	1.570	N/A	A+	N/A
12/26/17	12/28/17	138,965.76	TJX ORD	1.546	N/A	A+	N/A
12/27/17	12/29/17	77,181.30	TJX ORD	1.556	N/A	A+	N/A
12/28/17	01/02/18	114,664.50	TJX ORD	1.568	N/A	A+	N/A

2,933,079.89

Telecommunications

Telecommunications

SCIF-Conning

12/01/17	12/05/17	388,884.70	AT&T ORD	5.370	WR	BBB+	A-
12/01/17	12/05/17	152,491.91	VERIZON COMMUNICATIONS ORD	4.532	Baa1	BBB+	A-

541,376.61

Telecommunications

SCIF-Invesco

11/17/17	11/21/17	257,281.64	VERIZON COMMUNICATIONS ORD	5.113	Baa1	BBB+	A-
12/15/17	12/19/17	327,560.05	VERIZON COMMUNICATIONS ORD	4.410	Baa1	BBB+	A-

584,841.69

Transportation

SCIF-Conning

12/01/17	12/05/17	197,483.27	UNITED PARCEL SERVICE CL B ORD	2.760	N/A	A+	N/A
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197,483.27

Transportation

SCIF-Wellington

12/19/17	12/21/17	226,284.68	UNITED PARCEL SERVICE CL B ORD	2.790	N/A	A+	N/A
12/19/17	12/21/17	885,240.23	CANADIAN NATIONAL RAILWAY ORD	---	A2	A	N/A
12/20/17	12/22/17	261,649.74	UNITED PARCEL SERVICE CL B ORD	2.806	N/A	A+	N/A
12/20/17	12/22/17	937,103.95	CANADIAN NATIONAL RAILWAY ORD	---	A2	A	N/A
12/28/17	01/02/18	148,868.82	CANADIAN NATIONAL RAILWAY ORD	---	A2	A	N/A
12/29/17	01/03/18	49,618.86	CANADIAN NATIONAL RAILWAY ORD	---	A2	A	N/A

2,508,766.28

State Compensation Insurance Fund

Investment and Risk Committee - February 21, 2018

Open Agenda Item 3bi - Consent Calendar: Approval of Investment Transactions (Investments)

Total Equity Purchases:		
REIT	254,785.44	1 Item

Total Equity Purchases:		
Conning	18,688,869.98	30 Items

Total Equity Purchases:		
Invesco	3,989,944.76	16 Items

Total Equity Purchases:		
Wellington	21,757,818.12	180 Items

Grand Total	44,691,418.30	227 Items
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COMPLIANCE REPORT

As of December 31, 2017

The following is a list of securities currently not in compliance with State Fund's Investment Policy. State Fund's Investment Policy is reviewed annually by the Investment Committee and approved by the Board of Directors.

Footnotes	Description	Current Face	Maturity Date	Coupon Rate	Book Yield	Rating	Port. Mngr.
<u>Long-term Investments</u>							
<u>Canadian Issuer Rated Below AA-</u>							
	Manitoba Province (1,2)	10,000,000	06/01/18	1.125%	1.1 %	Aa2/A+/NA	Deutsche
	Subtotal: Bonds below AA-	10,000,000	1 item				
<u>Bonds Not Rated</u>							
	California State Dep. of Water Resources (3)	145,000	12/01/18	1.671%	1.226%	NA/NR/NA	Deutsche
	California State Dep. of Water Resources (3)	140,000	12/01/24	2.937%	2.937%	NA/NR/NA	Deutsche
	California State Dep. of Water Resources (3)	75,000	12/01/25	3.037%	3.037%	NA/NR/NA	Deutsche
	Virginia St Public Bldg Auth (4)	355,000	08/01/20	5.750%	6.298%	NA/NR/NA	NEAM
	Subtotal: Bonds Not Rated	715,000	4 item(s)				
	Total: Out-of-Compliance	10,715,000	5 item(s)				

- (1) This bond rated below AA- was in compliance with our investment guidelines at the time of purchase.
- (2) On 7/21/17, S&P added their rating of A+ to MANITOBA PROVINCE OF (563469TZ8) causing the ratings to be Aa2/A+. On 7/24/17, a waiver was provided to continue to hold.
- (3) California State Department of Water Resources Municipal securities are defeased bonds which were exchanged with new Committee on Uniform Securities Identification (CUSIP) numbers. Four of the resulting new CUSIP numbers are rated AA+/Aa1/AAA; however, the other three new CUSIP numbers created fractional shares that are not rated.
- (4) The CFO issued a waiver approval for this violation on 1/4/2018. This security with CUSIP 928172V69 is a pre-refunded security and no longer has ratings applied to it because they were dropped by the issuer after the security had been refunded. Also, it is backed by a sinking fund of Treasury bonds, therefore it is now AAA and no longer needs an underlying rating.

MOTION: To approve and ratify the transactions described on this list.