

**STATE COMPENSATION INSURANCE FUND
AD HOC INVESTMENT COMMITTEE**

MINUTES OF OPEN SESSION MEETING

July 19, 2016

The Ad Hoc Investment Committee met on July 19, 2016 at the State Fund Corporate Office, 333 Bush Street, 7th floor, San Francisco, California.

AGENDA ITEM 1: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 11:15 a.m. and the following members were present: Chair Sen. Michael J. Machado (Ret.); Marvin P. Kropke; Jack L. Neureuter; and William M. Zachry.

There was a quorum.

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

AGENDA ITEM 2: ANTITRUST ADMONITION

Senator Machado called attention to and requested acknowledgment that the Investment Committee members read State Fund's Antitrust Admonition included in each Committee member's meeting materials.

AGENDA ITEM 3: CONSENT CALENDAR

3a. Approval of February 18, 2016 Open Meeting Minutes

3b. Approval of Investment Transactions

3c. Annual Review of Investment Committee Charter

Sen. Machado asked whether any Committee member had any comments on the items on the Consent Calendar, which had been deferred from the May 2016 meeting for lack of a quorum, of which there were none.

MOTION: Mr. Kropke

SECOND: Mr. Zachry

To approve the Consent Calendar as presented.

Sen. Machado requested public comment, of which there was none. Sen. Machado called for the vote.

YES: 4

NO: 0

Abstain: 0

Motion carried.

AGENDA ITEM 4: PUBLIC COMMENT ON APPROPRIATENESS OF CLOSED SESSION FOR ITEMS 6 AND 8

Sen. Machado requested public comment on the appropriateness of Closed Session Agenda Items 6 and 8, of which there was none.

AGENDA ITEM 5: PUBLIC COMMENT

Sen. Machado requested other public comment, of which there was none. The Investment Committee immediately convened into Closed Session at 11:20 a.m.

AGENDA ITEM 9: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 12:35 p.m. and the following members were present: Chair Sen. Michael J. Machado (Ret.); Marvin P. Kropke; Jack L. Neureuter; and William M. Zachry.

There was a quorum.

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

AGENDA ITEM 10: APPROVAL OF INVESTMENT POLICY STATEMENT AND GUIDELINES

MOTION: Mr. Kropke

SECOND: Mr. Zachry

To approve the Investment Policy Statement and Guidelines as presented.

Sen. Machado requested public comment, of which there was none. Sen. Machado called for the vote.

YES: 4

NO: 0

Abstain: 0

Motion carried.

Sen. Machado noted that the next Investment Committee meeting is scheduled for July 27, 2016 at The Renaissance Lodge at Sonoma, 1325 Broadway, Sonoma, California unless noticed for a new date and time.

ADJOURNMENT

There being no further business before the Investment Committee, the meeting adjourned at 12:40 p.m.

Respectfully submitted,

Hilda B. Padua
Board Liaison and Assistant Corporate Secretary