

**STATE COMPENSATION INSURANCE FUND
INVESTMENT COMMITTEE**

MINUTES OF OPEN SESSION MEETING

July 27, 2016

The Investment Committee met on July 27, 2016 at The Renaissance Lodge at Sonoma, 1325 Broadway, Sonoma, California.

AGENDA ITEM 1: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 10:40 a.m. and the following Members were present: Acting Chair William M. Zachry and Jack L. Neureuter.

Absent by prior arrangement: Chair Sen. Michael J. Machado (Ret.) and Marvin P. Kropke.

There was no 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

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

AGENDA ITEM 3: CONSENT CALENDAR – DEFERRED

- 3a. Approval of May 26, 2016 Open Meeting Minutes**
- 3b. Approval of Investment Transactions**

Mr. Zachry noted that due to the lack of a quorum, items 3 and 6 would be deferred for approval at the November 2016 Investment Committee meeting.

AGENDA ITEM 4: PUBLIC COMMENT ON APPROPRIATENESS OF CLOSED SESSION FOR ITEMS 7 AND 8

Mr. Zachry requested public comment on the appropriateness of Closed Session Agenda Items 7 and 8, of which there was none.

AGENDA ITEM 5: PUBLIC COMMENT

Mr. Zachry requested other public comment, of which there was none. The Investment Committee immediately convened into Closed Session at 10:45 a.m.

AGENDA ITEM 9: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 11:00 a.m. and the following Members were present: Acting Chair William M. Zachry and Jack L. Neureuter.

Absent by prior arrangement: Chair Sen. Michael J. Machado (Ret.) and Marvin P. Kropke.

There was no 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: COMMITTEE MEMBER PRESENTATIONS

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

AGENDA ITEM 11: PROPOSALS AND SUGGESTIONS FOR NOVEMBER 17, 2016 AGENDA

Mr. Zachry requested suggestions for agenda items for the November 17, 2016 Investment Committee meeting other than the standing agenda items. There was a request for more information on the impact on investments of the presidential election and Mr. Guastamachio noted to invite Frank Kelly of Deutsche Bank to present to the Investment Committee at the November 2016 meeting. Mr. Kelly is the Managing Director and Head of Government Affairs - Americas, overseeing legislative and regulatory matters for the bank in the region and responsible for maintaining the bank's relationship with the White House, Congress and federal agencies and state government relations.

Mr. Zachry requested public comment, of which there was none, and he noted that the next Investment Committee meeting is scheduled for November 17, 2016 at the State Fund Corporate Office, 333 Bush Street, 7th floor, San Francisco, California unless noticed for a new date and time.

ADJOURNMENT

There being no further business before the Investment Committee, the meeting adjourned at 11:05 a.m.

Respectfully submitted,

Hilda B. Padua
Board Liaison and Assistant Corporate Secretary