

**STATE COMPENSATION INSURANCE FUND
INVESTMENT AND RISK COMMITTEE
MINUTES OF OPEN SESSION MEETING**

May 29, 2024

The Investment and Risk Committee met on May 29, 2024 at the State Fund Vacaville Office, 1010 Vaquero Circle (Joshua Tree Conference room), Vacaville, California.

AGENDA ITEM 1: CALL TO ORDER AND ROLL CALL

The meeting was called to order on May 29, 2024 at 8:00 a.m. Committee Chair Senator Machado welcomed everyone joining the meeting.

Senator Machado asked Ms. Padua to call roll. The following Members were present: Chair Senator Michael J. Machado (Ret.); Richard J. Guggenhime; and David M. Lanier.

There was a quorum.

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

Senator Machado welcomed Ms. Bouma who is sitting and participating as an observer.

Senator Machado recognized outgoing Board member, William “Bill” Zachry for his contributions to the Investment and Risk Committee in advancing the best interests of California employers and the people and programs of State Fund. Mr. Zachry served as Board member for almost 15 years.

AGENDA ITEM 2: ANTITRUST ADMONITION

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

AGENDA ITEM 3: CONSENT CALENDAR

- a. Approval of February 21, 2024 Open Meeting Minutes
- b. Approval of Investment Transactions
 - i. Bond Transactions
 - ii. Compliance Report
- c. Annual Review and Approval of Investment and Risk Committee Charter

For the benefit of Ms. Bouma, Senator Machado noted that the Board delegated the authority to the Investment and Risk Committee the approval of Investment transactions (bond transactions and compliance report), included in the Committee materials.

Senator Machado asked whether any Committee member had comments on the items on the Consent Calendar of which there were none.

Senator Machado called for a Motion.

MOTION: Mr. Lanier

SECOND: Mr. Guggenhime

To approve the Consent Calendar as presented.

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

YES: 3

NO: 0

Abstain: 0

Motion carried.

AGENDA ITEM 4: REPORT ON BANK ACCOUNTS, CASH MANAGEMENT HOLDINGS, AND LONG-TERM INVESTMENT HOLDINGS

Senator Machado noted that this agenda item is “Read only, unless questions” and asked Chief Investment Officer Stephanie Chan if there were changes to the report from the time it was published, of which Ms. Chan noted none.

Discussion ensued on State Fund relationship with Union Bank. Ms. Chan reported that State Fund is satisfied with the business relationship with the Union Bank staff in both areas, Lockbox and disbursement process.

AGENDA ITEM 5: PUBLIC COMMENT ON APPROPRIATENESS OF CLOSED SESSION FOR ITEMS 8 THROUGH 13

Senator Machado requested public comment on the appropriateness of Closed Session Agenda Items 8 through 13, of which there was none.

AGENDA ITEM 6: PUBLIC COMMENT

Senator Machado requested other public comment, of which there was none.

Senator Machado noted that the Committee would now go into Closed Session. The Investment and Risk Committee immediately convened into Closed Session at 8:08 a.m.

AGENDA ITEM 14: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 11:39 a.m. and the following Members were present: Chair Senator Michael J. Machado (Ret.); Richard J. Guggenhime; and David M. Lanier.

There was a quorum.

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

AGENDA ITEM 15: COMMITTEE MEMBER PRESENTATIONS

Senator Machado requested presentations from the Committee members, of which there were none.

AGENDA ITEM 16: PROPOSALS AND SUGGESTIONS FOR AUGUST 2024 AGENDA

Senator Machado requested suggestions for agenda items for the August 2024 Investment and Risk Committee meeting other than the standing agenda items, of which there were none.

Senator Machado requested public comment, of which there was none. He noted that the next Investment and Risk Committee meeting is scheduled sometime the week of August 12-16, 2024, location to be determined, unless noticed for a new date and time.

ADJOURNMENT

There being no further business before the Investment and Risk Committee, Senator Machado adjourned the meeting at 11:40 a.m.

Respectfully submitted,



Hilda B. Padua
Board Liaison and Assistant Corporate Secretary