

**STATE COMPENSATION INSURANCE FUND
INVESTMENT AND RISK COMMITTEE**

MINUTES OF OPEN SESSION MEETING

February 25, 2025

The Investment and Risk Committee met on February 25, 2025 at the State Fund Sacramento Office, 2860 Gateway Oaks Drive, Sacramento, CA (Executive Conference room, 3rd floor).

AGENDA ITEM 1: CALL TO ORDER AND ROLL CALL

The meeting was called to order on February 25, 2025 at 1:00 p.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.); Christy Bouma; 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.

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 November 19, 2024 Open Meeting Minutes
- b. Approval of Investment Transactions
 - i. Bond Transactions
 - ii. Compliance Report
- c. Approval of Investment Policy Resolution No. 2566

Senator Machado noted that the Investment Policy Resolution No. 2566 clarifies the inclusion of Limited Partnership and Business Trusts for investments, updates equity portfolio benchmarks, and establishes specific benchmarks for each underlying investment manager.

Senator Machado asked whether any Committee member had comments on the items on the Consent Calendar. Ms. Bouma inquired about the final change in the investment resolution, specifically regarding the flexibility for the investment team to work with underlying investment managers to select appropriate benchmarks tailored for their equity strategies. Senator Machado clarified that the change allows the investment team to work with underlying investment managers to select appropriate benchmarks tailored

for their equity strategies. The change consolidates the information into one spot for clarity, ensuring that the benchmarks are clearly articulated and not dispersed throughout various documents.

Senator Machado asked whether any Committee member had further comments on the items on the Consent Calendar, of which there 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: 4

NO: 0

Abstain: 0

Motion carried.

AGENDA ITEM 4: PUBLIC COMMENT ON APPROPRIATENESS OF CLOSED SESSION FOR ITEMS 7 THROUGH 11

Senator Machado requested public comment on the appropriateness of Closed Session Agenda Items 7 through 11, of which there was none.

AGENDA ITEM 5: 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 1:03 p.m.

AGENDA ITEM 12: CALL TO ORDER AND ROLL CALL

The meeting was called to order at 4:18 p.m. and the following Members were present: Chair Senator Michael J. Machado (Ret.); Christy Bouma; and Richard J. Guggenhime.

Absent by prior arrangement: David M. Lanier.

There was a quorum.

AGENDA ITEM 13: COMMITTEE MEMBER PRESENTATIONS

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

AGENDA ITEM 14: PROPOSALS AND SUGGESTIONS FOR MAY 2025 AGENDA

Senator Machado requested suggestions for agenda items for the May 2025 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 on May 27, 2025, 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 4:19 p.m.

Respectfully submitted,



Hilda B. Padua

Vice President of Executive Operations and Assistant Corporate Secretary