

Contact: Patrice Sayre

**BOARD OF REGENTS, STATE OF IOWA
AUDIT/COMPLIANCE AND INVESTMENT COMMITTEE
SCHEMAN BUILDING, ROOMS 230-240
IOWA STATE CENTER
IOWA STATE UNIVERSITY
AMES, IOWA**

MINUTES OF JUNE 10, 2009

Committee Members

Jack Evans (Chair) (via phone)
Bonnie Campbell
Robert Downer

Michael Gartner
Ruth Harkin
Greta Johnson (absent)

Craig Lang
David Miles
Rose Vasquez (absent)

Staff Members

Bob Donley, Patrice Sayre

Others

Mark Brubaker, Wilshire Consulting
Mike Dudkowski, Wilshire Consulting

The corresponding docket memorandum for each agenda item, an integral component of the minutes, is available on the Board of Regents website: www2.state.ia.us/regents. Copies of these memoranda can also be obtained from the Board Office by calling 515-281-3934.

Chair Evans called the meeting to order at 4:03 p.m.

Approve the Minutes from the April 29, 2009, Committee meeting

- MOVED by HARKIN, SECONDED by DOWNER, to approve the minutes of the April 29, 2009, meeting. MOTION APPROVED.

Investment and Cash Management Report for the Quarter Ended March 31, 2009

Mike Dudkowski and Mark Brubaker discussed year-to-date market changes and the current quarter's portfolio performance.

- The Committee received the report by GENERAL CONSENT.

Overview of Operating Assets – Money Market Funds

Mike Dudkowski provided an overview of the money-market funds review process.

Vice President Doug True said that these reviews have been helpful to SUI and that they are an invaluable function.

- The Committee received the overview by GENERAL CONSENT.

Modification of Banking Relationships

Patrice Sayre provided an overview of the agenda item.

Regent Gartner asked if any Board members or university personnel are directors of the banks which are proposed for addition.

Chair Evans reported that he is a shareholder of Wells Fargo Bank and U.S. Bank.

Discussion was held on reporting a director position versus being a shareholder.

Regent Downer reported that his disclosure statement indicates that he is a shareholder of U.S. Bancorporation, the parent company of U.S. Bank.

Vice Presidents Doug True and Warren Madden said that they were not aware of any institutional personnel that are directors of the banks proposed for addition.

- **MOVED** by MILES, **SECONDED** by HARKIN, to recommend that the Board approve revisions to the Banking Relationships as proposed in the memorandum. **MOTION APPROVED**; Regent Downer **ABSTAINED**.

Chair Evans adjourned the meeting at 4:37 p.m.