

State of Oregon

Office of the State Treasurer

16290 SW Upper Boones Ferry Road

Tigard, Oregon 97224

OREGON INVESTMENT COUNCIL

February 6, 2024

Meeting Minutes

Members Present:	Cara Samples, Treasurer Tobias Read, Lorraine Arvin, Pia Wilson-Body, Alline Akintore, Kevin Olineck
Staff Present:	Rex Kim, Dmitri Palmateer, Rachel Wray, Michael Makale, David Randall, Louise Howard, Jamie McCreary, Michael Langdon, Wil Hiles, Eric Engelson, Alli Sorenson, Asia Slaughter, Chuck Christopher, Bryson Pate, Jennifer Kersgaard
Staff Participating Virtually:	Aaron Schaffer, Ahman Dirks, Aliese Jacobsen, Alli Gordon, Amanda Kingsbury, Andrew Coutu, Andrew Robertson, Andre Voloshinov, Angela Schaffers, Annie Gregory, Ashley Daigle, Austin Carmichael, Ben Mahon, Byron Williams, Caitlen Laue, Caitlyn Wang, Carmen Leiva, Christine Wilson, Chris Ebersole, Cora Parker, Debra Day, Eric Messer, Ericka Langone, Faith Sedberry, Gisela Verdeja, Gloria Gil, Grace Roth, Ian Huculak, Jaime Alvarez, Jo Recht, Julie Hall, Karl Cheng, Kenny Bao, Kiara Cruz, Kristi Jenkins, Krystal Korthals, Loren Terry, Mara Kelly, Mark Selfridge, Melissa Sloan, Michael Kaplan, Michael Thompson, Mike Mueller, Mohammed Quraishi, Paul Koch, Perrin Lim, Peter Rector, Roy Jackson, Sarah Oliveria, Scott Robertson, Sommer May, Tan Cao, Taylor Bowman, Tiffany Zahas, Tim Miller, Tyler Bernstein, Will Hampson, Young Kim
Consultants Present:	Allan Emkin, Christy Fields, Raneen Jalajel, Paola Nealon, Ashley Woeste
PERS Present:	Kevin Olineck
Legal Counsel Present:	Steve Marlowe (Department of Justice)

<u>Time</u>	<u>Tab</u>	<u>Presenter</u>
9:00 – 9:30	1	Treasurer Read Net Zero Plan Treasurer Tobias Read <i>Oregon State Treasury</i>

Treasurer Read presented A Pathway to Net Zero: Positioning OPERF For a Net Zero Carbon Future. He began his presentation by outlining Treasury's role as a fiduciary, for the benefit of beneficiaries. OPERF funds are invested to perform in various market conditions while supporting monthly benefit payments and future retirement obligations. The Treasurer's Net Zero plan is guided by 4 principles: science based and action oriented, credible, and transparent, risk considerate, and opportunity seeking. Emission intensity, which is defined as tons of carbon per million dollars invested, was chosen as the criteria because it is easier to compare over time. Treasury's portfolio emissions baseline covers 80% of total assets under management, the largest share reported among North American pension funds that have published portfolio emissions.

Cara Samples Chair	Lorraine Arvin Vice-Chair	Pia Wilson-Body Member	Alline Akintore Kabbatende Member	Tobias Read State Treasurer	Kevin Olineck PERS Director
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OIC Meeting Agenda
January 24, 2024

The Plan: Achieve Net-Zero portfolio emissions by no later than 2050 across OPERF. In the interim, target a 60% reduction in portfolio emissions intensity by 2035, relative to the 2022 baseline.

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| 9:30 – 10:00 | 2 | Data & Process | Shally Venugopal
<i>Partner & Vivid Economics NA Leader</i>
<i>McKinsey & Company</i>
Ryan Barrett
<i>Engagement Manager - Sustainability</i>
<i>McKinsey & Company</i>
Treasurer Tobias Read
<i>Oregon State Treasury</i> |
| <p>Shally Venugopal and Ryan Barrett presented on the four steps the Oregon State Treasury used to calculate its portfolio emissions baseline. The Partnership for Carbon Accounting Financials (“PCAF”) was the methodology utilized for the calculation of portfolio emissions intensity. The PCAF is the first and the leading emissions accounting standard for financial institutions across 7 asset classes, based on the Greenhouse Gas Protocol principles.</p> | | | |
| 10:00 | 3 | Open Discussion | OIC, Staff, Consultants |
| <p>OIC members discussed next steps to properly assess the Treasurer’s Net Zero proposal. They would like to engage their consultants to provide an assessment of the plan, including ways in which the plan may be inconsistent with existing OIC policies.</p> | | | |
| 10:00 | 4 | Public Comments
(Please keep comments limited to 3 minutes.) | |