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**SOUTH CAROLINA
DEFERRED COMPENSATION PROGRAM**

**South Carolina Deferred Compensation Commission
Investment Committee Meeting
Tuesday, August 20, 2013**

Commissioners Present: Brett A. Dalton (by phone), David K. Avant, Harry Tom Cone

Others Present: Amy Heyel (by phone) and Nancy Ornduff (by phone), Great-West Retirement Services; Rosemary Guillette (by phone), Segal Rogerscasey; Justin Werner, Matthew Davis, and Tiffany Latimer, South Carolina Public Employee Benefit Authority; Shakun Tahiliani (by phone) and Mike McDermott (by phone), State Treasurer's Office

I. Call to Order

Commissioner Avant called the meeting to order at 2:02 p.m.

II. Approval of Minutes

Commissioner Cone moved to adopt the May 21, 2013, meeting minutes without modification. The motion was seconded by Commissioner Avant and carried unanimously.

III. Analysis of Investment Performance – Second Quarter 2013

Commissioner Avant introduced Ms. Rosemary Guillette from Segal Rogerscasey to provide a review of investment performance for the second quarter of 2013. Ms. Guillette gave a brief summary of financial market conditions during the quarter and touched on the performance of various market indices. She went on to detail plan activity for the quarter.

Ms. Guillette gave a summary of the fund evaluation sheet. She noted that all funds in the lineup passed the report card, with the exception of the T. Rowe Price Growth Stock fund. She mentioned that this fund did not perform well for the quarter but that performance is expected to rebound. She did not recommend any action as a result of the quarterly investment performance. She pointed out that, as a result of a recent share class analysis by Segal, assets within the Munder Mid Cap Core Growth fund and the American Funds EuroPacific Growth fund will be transferred to a less expensive share class effective September 6, 2013.

Ms. Guillette provided a brief performance update on the global tactical asset allocation funds that had been presented during the meeting on May 21, 2013. She reaffirmed Segal's recommendation to add the PIMCO All Asset fund to the lineup of investment options.

[Exhibit A – Segal 2Q 2013 Analysis of Investment Performance]

[Exhibit B – Segal 2Q 2013 GTAA Manager Update]

[Exhibit C – Segal Due Diligence Note]

IV. Adjournment

With there being no further business, Commissioner Avant adjourned the meeting at 2:28 p.m.