

NEVADA CAPITAL INVESTMENT CORPORATION

MINUTES OF BOARD OF DIRECTORS MEETING

Thursday, June 25, 2015

Chair Dan Schwartz called the meeting of the Board of Directors of the Nevada Capital Investment Corporation (NCIC) to order at 1:37 p.m., on Thursday, June 25, 2015. The meeting was held via videoconference at the following locations:

Guinn Room
101 N. Carson Street
Carson City, NV 89701

Governor's Office Conference Room
555 E Washington Avenue, Suite 5100
Las Vegas, NV 89101

Board Members

Chair Dan Schwartz
Terry Shirey
Richard Bartholet
Jerrie Merritt
James York
David Goldwater

Staff

Grant Hewitt,	Chief of Staff
Tara Hagan,	Chief Deputy Treasurer
Dennis Belcourt,	Deputy Attorney General

AGENDA

1) Call to order (Chair Schwartz)

The meeting was called to order at 1:37 p.m.

2) Roll Call (Tara Hagan)

All members were present representing a quorum. Staff indicated the meeting was properly noticed and that the agendas were posted in accordance with the Nevada Open Meeting Law.

3) Public Comment

There was no public comment in Carson City or Las Vegas.

4) For Possible Action: Approval of the February 10, 2015 and March 24, 2015 meeting minutes.

David Goldwater informed the board that he was present at the last minute even though the meeting minutes did not indicate his presence.

Terry Shirey motioned to approve the meeting minutes pending the changes. Jerrie Merritt seconded the motion. Motion passed unanimously.

5) For Possible Action: Review and approve the Hamilton Lane Investment Recommendation Regarding Accion and the NCIC commitment of \$1 million.

Miguel Luina from Hamilton Lane presented an assessment on Accion New Mexico, Inc. He informed the board that Accion has been in Nevada for a year, but they have been in the industry for 20 years. Accion, a nonprofit organization that provides loans, training and coaching, has financed the start-up and growth of 5,290 businesses through 8,114 loans totaling more than \$62.7 million. Accion has agreed that it will use the entirety of the \$1,000,000 to make approximately 100 loans to entrepreneurs in the state of Nevada with the purpose of increasing microfinance lending. Tara Hagan, Chief Deputy Treasurer, added that the \$1,000,000 is part of the idle capital which has been earning less than 2%. Hamilton Lane considers Accion to be an appropriate investment. Terry Shirey asked how long the commitment with Accion would be for; Dan Schwartz responded that the contract would be for four years.

Various board members had concerns about their liability if they approved this investment. Deputy Attorney General, Dennis Belcourt, recommended that if they approve Agenda Item 5 to commit money that it be expressly contingent upon approval of regulation that allows it to happen. His other alternative would be to defer the item until the regulation is approved.

James York motioned to approve Agenda Item 5. Terry Shirey seconded the motion.

6) For Possible Action: Review and approve amendments to Nevada Administrative Code 355.320.

7) For Possible Action: Review and approve amendments to Section VIII of the SSOF Investment Policy Statement.

Tara Hagan presented Agenda Item 6 and 7 together. She explained that Amendment 6 would give permission to Staff to seek administrative process to add fixed income investment to the regulations. Currently, the Corporation may pay the Manager's management fees and fund expenses through the earnings of the mutual fund or common trust fund.

David Goldwater expressed his concerns about Agenda Item 6. He commented that the Board is not looking nor wants the authority since the Board's sole role is to stay out of investments. Mr. Bartholet concurred with Mr. Goldwater. Ms. Merritt added that they do not want the judiciary responsibility of underwriting decisions.

David Goldwater motioned to not move forward with Agenda Item 6. Jerrie Merritt seconded the motion and commented that Hamilton Lane should be in charge of specific investments.

Agenda Item 7 was contingent upon the Board approval of action item #6.

8) For Possible Action: Presentation of SSOF's quarterly report ending December 31, 2014 and update regarding Fund Investment Activity.

Dave Helgerson from Hamilton Lane presented a report for the quarter ending December 31, 2014. Miguel Luina updated the Board on the three new investments.

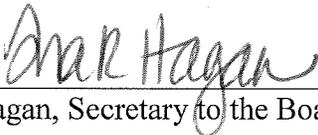
Mr. Goldwater motioned to approve the report on Agenda Item 8. Jerric Merritt seconded the motion.

10) Public Comment

There was no public comment in Carson City or Las Vegas.

The meeting was closed at 3:18 PM.

Attest:



Tara Hagan, Secretary to the Board