

October 1, 2019

Iowa General Assembly  
State Capitol  
Des Moines, IA 50309

Re: Anti-Israel Divestment (Iowa Code Chapter 12J)

Dear Iowa General Assembly:

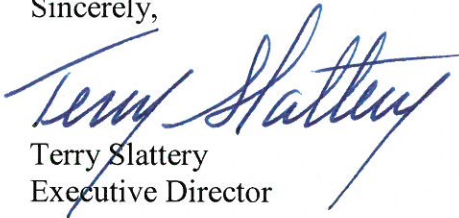
The referenced statute was enacted in 2016 pertaining to the investment of public fund assets in companies that refuse to engage in commerce with Israel and boycott Israel or persons doing business in Israel or territories controlled by Israel. Specifically, the statutory section provides that the retirement system actively engage with and ultimately may be required to divest its positions from companies which may be boycotting Israel.

The System is hereby complying with the requirements of the statute, 12J.5:

- 2. Annual report. On October 1, 2017, and each October 1 thereafter, each public fund shall make available to the public, and file with the general assembly, an annual report covering the prior fiscal year that includes the following:*
  - a. The scrutinized companies list as of the end of the fiscal year.*
  - b. A summary of all written notices sent as required by section 12J.3 during the fiscal year.*
  - c. All investments sold, redeemed, divested, or withdrawn as provided in section 12J.4 during the fiscal year.*

The Board of Trustees respectfully submits the attached annual report.

Sincerely,



Terry Slattery  
Executive Director

Attachment – October 1, 2019 Report

***MFPRSI***

**Israel Divestment Report**

**A. Total Universe of Companies**

**B. Summary of all written notices sent**

**C. Total Positions Divested**

**As of:        June 30, 2019**

## A. Total Universe of Companies

	COMPANY	Scrutinized Active/Scrutinized Plan of Substantial Action
1	Co-operative Group Ltd.	Scrutinized Active
2	De Volksbank NV	Scrutinized Active
3	DNB ASA	Scrutinized Active
4	Dutch Lion BV	Scrutinized Active
5	HEMA BondCo I BV	Scrutinized Active
6	Hema Bondco II BV	Scrutinized Active
7	HEMA BV	Scrutinized Active
8	Kommunal Landspensjonskasse Gjensidig Forsikringselskap	Scrutinized Active
9	Sampension KP Livsforsikring A/S	Scrutinized Active

## B. Summary of all written notices

### B. Summary of all written notices

August 15th, 2018

MFPRSI mailed out letters to the following firms with the quarterly "scrutinized companies" list from the ISS Ethix with response date of August 31, 2018.

Firms:

State Street  
DFA  
Baillie Gifford  
Mondrian  
BlackRock  
JP Morgan  
GMO  
Intech  
Schroders  
Dodge & Cox

September 5th, 2018

All firms responded to letter with any holdings of securities on "scrutinized companies" list except BlackRock.

October 9th, 2018

MFPRSI mailed out letters to following firms who hold Indirect securities informing them to consider divestment from the companies held.

Firms:

GMO  
SSgA

October 9th, 2018

MFPRSI mailed letters to the following companies that were held indirectly in the portfolio informing them of possible divestment from the company and to respond within 90 days of the date of letter with any other information they were able to provide.

Following up annually with companies that remain on the list

DNB ASA

November 6th, 2018

MFPRSI mailed out letters to the following firms with the quarterly "scrutinized companies" list from the ISS Ethix with response date of November 30, 2018.

Firms:

State Street  
DFA  
Baillie Gifford  
Mondrian  
BlackRock  
JP Morgan  
GMO  
Intech  
Dodge & Cox  
Schroders

## B. Summary of all written notices

**November 29th, 2018**

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

**February 6th, 2019**

MFPRSI mailed out letters to all firms above with the quarterly "scrutinized companies" list from the ISS Ethix with response date of February 28, 2019.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

BlackRock

JP Morgan

GMO

Intech

Dodge and Cox

Schroders

**April 3rd, 2019**

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

**May 8th, 2019**

MFPRSI mailed out letters to all firms above with the quarterly "scrutinized companies" list from the ISS Ethix with response date of May 31, 2019.

Firms:

State Street

DFA

Baillie Gifford

Mondrian

JP Morgan

GMO

Intech

Dodge & Cox

Schroders

BlackRock

**June 4th, 2019**

All firms responded to letter with any holdings of securities on "scrutinized companies" list.

**C. Total Positions Divested****FY 2019**

Company	Security	<b>Manager</b>	Category	Active/Inactive	Shares	Prior Qtr Value	Sales Proceeds	Gain/Loss
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No positions were divested in FY 2019