

Oregon Growth Board

May 23, 2017

Business Oregon Portland Office

Attendance

Members Present: Co-Chair Gerry Langelier, OVP Venture; Adam Zimmerman, Craft 3; Jim Coonan; Treasurer Tobias Read, Oregon State Treasury; Chris Harder, Business Oregon; Chad Olney, Pacific Crest Federal Credit Union; Stephen Green, Townsquared; Sayer Jones, Meyer Trust

Members Absent: Sen. Chuck Thomsen; Rep. Dan Rayfield; Co-Chair Patricia Moss, Bank of the Cascades; Monica Enand, Zapproved

Staff Present or Conference Call: Nathan Wildfire, Business Oregon; Stephen Marlowe, DOJ; Heather Stafford, Business Oregon; Jenny Wilfong, Business Oregon; Chelsea Brossard, Treasury

Guests: Jon Finney, CTC MyCFO; Susan Namkung, WVCF; Edy Dorsen, WVCF; Jenn Lynch, PSF; Nitin Rai, Elevate Capital; Eric Rosenfeld, Oregon Angel Fund; Lynn Fletcher, Oregon Angel Fund

Co-Chair Langelier called the meeting to order at 1:02pm.

Welcome, Introductions, Minute Approval

Co-Chair Langelier opened the meeting and conducted introductions. Minutes from the April 2017 meeting were unanimously approved after a motion from Chad Olney and a second from Sayer Jones.

Public Comment

No public comment

Audit and Pre-Institutional Discussion

The board had a discussion about the Pre-Institutional category of investing, and goals for the portion of the portfolio that invests in funds without a third-party audit. The following actions were proposed:

Action: Gerry Langelier moves that the Oregon Growth Board adopt the following investment goals to comply with a recent Secretary of State's audit of the Oregon Growth Account:

1. Set a long-term goal of getting the percentage of unaudited funds in the OGA portfolio to 10% or less.
2. Set annual plan for percentage of new capital committed to unaudited funds not to exceed:
 - a. 2017 – 15%
 - b. 2018 – 12.5%
 - c. 2019 – 10%
 - d. Every year to follow – 10% or less

Sayer Jones seconds the motion.

Vote: The motion passes 7-0.

The board also directed Nate Wildfire to write up a one-pager detailing the complexities of the proposal.

Action: Adam Zimmerman moves that groups funded in the Pre-Institutional category of the OGA have a two-commitment limit. Adam further moves that a small working group of the board define the goals and parameters of the Pre-Institutional category in order to better clarify this policy, and report back to the board with a recommendation. Gerry Langelier seconded the motion.

Vote: The motion passes 7-0.

Pipeline Reports and Portfolio Check-In

- Nate Wildfire gave an update on the likelihood of the Oregon Growth Fund receiving funding for the next biennium.
- Nate Wildfire answered questions on the pipeline reports and gave an overview of most of the potential OGF opportunities before the board.
- Jon Finney from CTC gave an update on the due diligence pipeline for the Oregon Growth Account.

Women's VC Fund II

Edy Dorsen and Susan Namkung of Women's VC Fund II presented to the board, seeking funding from the Oregon Growth Account, with a targeted first close of \$10M, and a targeted second close of \$20M. The WVCF I was a \$500,000 investment of the OGA and OGB, and has made great progress, targeting businesses with women entrepreneurs in positions of leadership. It's still too early to see meaningful portfolio results. After presenting, WVCF II answered questions about the fund. After Q&A, the fund left the room and Jon Finney from CTC gave a presentation about the findings from the due diligence on the opportunity, and the board discussed a potential investment. Sayer Jones also left the room after declaring a conflict of interest due to Meyer Memorial Trust's investment in WVCF II.

Action: Gerry Langelier moves to invest up to a total of \$1,000,000 from the Oregon Growth Account into Women's VC Fund II, upon their successful raise of \$9,000,000 of additional match capital; up to a total of \$1,500,000 from the OGA into WVCF II upon their successful raise of a total of \$13,500,000 of additional match capital; and up to a total of \$2,000,000 from the OGA into WVCF II upon their successful raise of \$18,000,000 of additional match capital. Tobias Read seconds the motion.

Vote: The motion passes 6-0.

Other Business

Nate Wildfire let the board know that Senator Chuck Thomsen will be joining the board upon the conclusion of the legislative session.

Adjourned at 3:36 PM.

Next Meeting

June 22, 2017, Portland, OR

Approved by:

Signature on file

Patti Moss/Gerry Langelier, Co-Chair
Oregon Growth Board

Date

Nate Wildfire
Business Oregon

Date