

**MINUTES OF THE VLCT JOINT INVESTMENT COMMITTEE MEETING
FRIDAY, JANUARY 30, 2015
9:30 AM
VLCT OFFICES, MONTPELIER, VERMONT**

Committee Members Present:

PACIF- Pat Scheidel, Mel Adams, Carl Rogers, Walker James, John Lawe and Pete Johnson (by phone)

VERB- Bill Shepeluk

VLCT- Brendan Whittaker

Staff Present: Ken Canning, David Sichel, Mike Gilbar, Jeremiah Breer, Steven Jeffrey

Others Present: Dan Smereck (by phone) and John Mohr (Strategic Assets Advisors (SAA)), Amanda Abdella, Jason Bilodeau and James Kaniclides (Standish)

Chairman Lawe called the meeting to order at 9:34 am.

Upon motion (James/Shepeluk) duly adopted, the Committee voted unanimously, by roll call, to approve the agenda as presented.

Upon motion (Scheidel/Rogers) duly adopted, the Committee voted unanimously, by roll call, to approve the minutes of the August 28-29 meeting as presented.

With a new fixed income advisor in attendance introductions were made around the room.

Representatives from Standish made a presentation about the transition from the previous fixed income manager to Standish. They also discussed the most recent investment results and the investment outlook looking forward.

John Mohr from SAA reviewed the trusts' investment performance during 2014.

Dan Smereck reviewed the peer group analysis completed by SAA for the investment performance and styles of public sector pools that use SAA for investment advisory services.

John Mohr reviewed proposed changes to the PACIF Investment Policy. The committee discussed the proposed changes.

Upon motion (James/Rogers) duly adopted, the Committee voted unanimously, by roll call, to recommend that the VLCT PACIF Board adopt the proposed changes to the Investment Policy as presented.

John Mohr reviewed proposed changes to the VERB Investment Policy. The committee discussed the proposed changes. Bill Shepeluk suggested the following changes to the proposed policy.

- Page 5, IVA, bullet 1; "company's annual budget" should be changed to "trust's annual budget"
- Page 12, High Yield Fixed Income percentage should be 0-25%.
- Page 12, the Equities and High Yield Fixed Income- % of Fund Surplus Target Range needs to be clarified.

Upon motion (Rogers/Adams) duly adopted, the Committee voted unanimously, by roll call, to recommend that the VERB Board adopt the proposed changes to the Investment Policy including the changes proposed by Bill Shepeluk.

Upon motion (Scheidel/James) duly adopted, the Committee voted unanimously, by roll call, to adjourn the meeting at at 12:10p.m. PM.

Respectfully submitted,

David Sichel
Assistant Secretary