

**MINUTES OF THE VLCT JOINT INVESTMENT COMMITTEE MEETING
FRIDAY, SEPTEMBER 9, 2016
10:00 AM
VLCT OFFICES, MONTPELIER, VERMONT**

Committee Members Present:

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

VERB- Bill Shepeluk, Joe Colangelo (by phone)

VLCT- Brendan Whittaker

Staff Present: Ken Canning, David Sichel, Jeremiah Breer, Maura Carroll

Others Present: John Mohr (Strategic Assets Advisors (SAA)), Amanda Abdella and Jason Bilodeau (Standish)

Chairman Lawe called the meeting to order at 10:02 am.

Upon motion (James/Rogers) duly adopted, the Committee voted unanimously to approve the agenda as presented.

Upon motion (James/Rogers) duly adopted, the Committee voted unanimously to approve the minutes of the January 19, 2016 meeting as presented.

Jason Bilodeau and Amanda Abdella reviewed the fixed income portfolio performance through July of 2016. They also reviewed Standish's investment outlook going forward.

John Mohr from SAA reviewed the trusts' investment performance during the first two quarters of 2016. Total returns through the second quarter, net of fees, were 5.97% for PACIF and 5.07% for VERB.

Training on the "Role of Risk in Our Investment Portfolio" was provided to the committee. Jason Bilodeau provided an overview of fixed income duration and its impact on risk and returns. John Mohr provided an overview of risk assets and their relationship to Net Position and overall returns on investment.

The Committee reviewed and discussed the proposed changes to the PACIF and VERB investment policies.

Upon motion (Colangelo/James) duly adopted, the Committee voted unanimously to recommend that PACIF and VERB boards approve the proposed changes to their investment policies.

Upon motion (Shepeluk/Johnson) duly adopted, the Committee voted unanimously to adjourn the meeting at 12:04 p.m. PM.

Respectfully submitted,

David Sichel
Assistant Secretary

Draft Subject to Committee Approval