



PO Box 7864
Madison WI 53707-7864

Wisconsin College Savings Program Board

T 608-264-7899
F 608-266-7645
edvest@ost.state.wi.us

College Savings Program Board Investment Advisory Committee Meeting

State of Wisconsin Department of Administration Building
101 E Wilson Street; Madison, Wisconsin

September 28, 2016 -- 3:00 p.m.

Minutes

- I. Call to Order and Roll Call** at 3:06 p.m. (Rob Kieckhefer, Chair)
Present: Rob Kieckhefer, Derek Drummond, Michael Wolff, Annoesjka West, James VanHeuit , and Jim DiUlio.
- II. Agenda Approval and Public Posting Report** (Chair, staff) Meeting has been posted properly. Unanimous approval.
- III. Old Business** Discussion of TIAA's proposed investment lineup recommendations made on September 20, specifically using an insurance contract.

The committee discussed the pros and cons of moving a substantial portion of Edvest's multi-asset portfolios from mutual funds to TIAA's Principal Plus insurance contract. Questions were raised regarding the current 1.25% rate paid to account owners—could that that rate be negotiated? Another concern was the 7-year duration.

Concentrated credit risk was also an issue, asking if 1.25% constitutes getting paid enough for the risk taken for a common investment manager and insurer. Another concern was liquidity of the portfolio at the plan level.

No action was taken other than instructing Callan Associates, the Board's investment advisor, to study the proposal and provide a recommendation to the Committee.

IV. New Business - none

V. Adjournment Motion by Wolff second by Kieckhefer to adjourn at 3:30 p.m. Carried.