

Littleton Public Schools
Investment Committee Meeting Minutes
August 18, 2017

Present from Littleton Public Schools:

Mike Jones, Donna Villamor and Janet Walworth

Present from Innovest:

Wendy Dominguez and Peter Mustian

Wendy Dominguez and Peter Mustian reviewed the second quarter portfolio report for all three plans including a summary of each plan, annual fee review, plan statistics and menu coverage, asset allocation, market investment returns, global economics, asset class fundamentals, returns for each investment option and manager score card. Quarterly Portfolio Reports are on the Littleton Public Schools website (www.littletonpublicschools.net), click on For Staff, Retirement Options.

Wendy Dominguez and Peter Mustian recommended replacing the BlackRock fund with either the Vanguard Selected Value fund or Virtus Ceredex Mid-Cap Value fund because of the following changes in the BlackRock fund:

1. Both the investment team and the investment approach are changing
2. The fund's performance has been hampered by stock selection, especially in the consumer discretionary, material, and industrials sectors

Wendy Dominguez and Peter Mustian presented the Product Analysis Search Book Mid Cap Value report to the committee. A copy of the full report is on the district's website. The committee discussed the pros and cons of each fund and discussed the differences in the funds expense ratio. Following the discussion, the committee voted unanimously to close the BlackRock fund and replace it with the Vanguard Selected Value fund.