

Investment Committee Meeting Minutes

May 14, 2009

Greeley Library

Boston, Massachusetts

Members Present: Jim Sherblom, (Chair), Tim Brennan, Dan Brody, Arnold Bradburd, Kathryn Dion, Will Saunders (Board Liaison), Jo Ann Corkran

Also Present: Kevin Kondry (NEPC), Julie Skye (UUA CSRI), Rachel Daugherty (UUA Staff)

1. Minutes Approved

Motion 1: Bradburd moves to approve minutes of February 12, 2009 meeting.
Motion passed

2. Performance Review

- Sands and Hotchkis & Wiley have done so well we could look back for rebalancing
- NEPC has proposed taking 5 million from Oppenheimer and putting it into something “credit opportunistic”
 - i. Note that this would take funds out of screened and put into not screened.

3. Manager Interview Entrust

- Will survey their underlying managers for SRI screening; will send to the IC

4. Manager Interview Loomis

- goal is to keep head count unchanged
- will be taking on greater spread risk
- As they think things will be improving they will move up the risk factor
- Duration is right around 3 years
- Don't do any SRI screening

5. Manager Interview Seix Advisors

- Gives clients the opportunity to invest in corporate credit
- Does not use any derivatives, shorting or leverage

6. Discussion of managers

- Don't want to make a decision to do something that our constituents would have a problem with

Motion 2: Corkran moves that we take 5% of the fund and put into Entrust capital diversified portfolio, that we use the no-performance-fee option to Entrust, that we take the money and end up with a target of 40% equity, 24% fixed income, 15% GAA, 15% non-correlated, 5% hedge and 1% community investing. This

motion includes a commitment to allocate additional funds to a Socially Responsible Strategy which may include but is not limited to:

- Socially Responsible Investing International Fund
- Green Energy Fund
- Increase the Community Investing Allocation
- and that Tim and Kevin make the allocation by June 30th
 - i. Dion seconds – Motion Passed

7. Boston Common Asset Management

- A value manager – have an extensive SRI process. Screen for fair labor, environment, community involvement, tobacco, weapons, alcohol, human rights
- Staff – have 3 SRI analysts.
- NEPC is still in the process of whether or not they can recommend them

8. Report on UUCEF – systems and staffing

- Nancy Gladyszak is no longer with the UUA and in her place we've hired Phil Murray to take over the accounting aspect of the Endowment Fund. Rachel Daugherty is now in charge of the investor relations aspect.
- Updates include cleaner statements, online access and calculating a monthly NAV.

9. Future meeting dates

- Summer meeting: Wednesday July 22nd, 9am – 2pm

Action Item: Invite Lucia, Tim Smith and Peter Kinder