

Investment Committee Meeting
Minutes
Rice Room
Boston, Massachusetts

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

Also Present: Kevin Kondry (NEPC), Scott Driscoll (NEPC), Lucia Santini-Field (Boston Trust) Jerry Mitchell , Robert Rands, Craig Scholl (Lazard Asset Management), Glenn Farley (UUA CSRI), Ken Minklei, Nancy Gladyszak- Underhill, (UUA Staff)

1. Summer Strategy Meeting

This was the first Summer Strategy Meeting held by the Committee to review the following asset allocation topics:

- equity/fixed income,
- international/domestic,
- liquidity/illiquidity, and
- transparency/non-transparency tradeoffs.

The focus of the review was to assist the Committee to visualize what the costs and benefits are likely to be of the tradeoffs we have chosen versus those chosen by other comparable size endowments.

NEPC prepared materials that included:

- NEPC's view on asset allocation,
- Asset Mixes that increase equity as well as add a hedge fund of funds,
- Hedge fund of funds education,
- Global Asset Allocation education.

The discussions throughout the day included :

- spending policy versus the target return,
- how to choose risk level,
- affordable leverage,
- the Social Justice lens,
- private equity and,
- transparency.

2. Summary

The meeting resulted in the following:

- Request to NEPC for two additional asset allocation scenarios
- Continue to review asset classes
- More in-depth review of 6 managers
- Strategic plan to commit to private equity by the end of the year. Vintage year diversification. Acknowledge that there is a 16 week lag in private equity valuation. Pursue modest steps in that direction

3. Future Meeting Dates

The meeting dates proposed for 2008 and early 2009 are:

- Tuesday September 16, 2008
- Thursday November 13, 2008
- Thursday February 12, 2009