

**The Coleman Foundation**  
**Monthly Investment Committee Meeting**  
**September 19, 2019**  
**Via Teleconference**

The September monthly meeting of the Coleman Investment Committee started at 11:00 a.m. The meeting took place via conference call.

Attendees: Michael Hennessy, Daniel Wanzenberg, Alison Fitzgerald, Jane Clifford

The following items were discussed:

1. Overview of Market: DW gave an overview of the markets. The equity market is at an all-time high. The Fed moved interest rates down .25% yesterday. They probably won't make another move for the remainder of the year. The CFI portfolio is doing well. We have had a U.S. tilt and a growth tilt which has helped performance. We are looking at options to move from international growth to international value through a passive vehicle at Goldman Sachs.
2. Cash needs: JC talked about our cash needs for next week and for the remainder of the year. She would like a little more cushion with the cash. Through the end of the year, we will pay out \$5.5mm but we will have some money coming in through dividends, interest and return of capital from Portfolio Advisors.

The IC decided to sell \$4mm from Dana Large Cap to raise cash which is needed next week. AF will send an email to Lisa and the IC asking her to prepare a letter of instruction to send to Dana.

3. Investment Manager Discussion: DW talked about Lasalle Street Capital Management being bought by Rothschild Asset Management. The performance of Lasalle has been trailing the index this year and about on par with the index over the past 3/5 years. The IC discussed whether we fire them or put them on watch due to the change in management and the mediocre performance. We decided for now, we would put them on watch. DW and AF will work on a letter to send to Scott Sindelar letting him know he is on watch.
4. Asset Allocation: JC put together our asset allocation as of September 13<sup>th</sup>. We are still overweighted in equities and will still be after we sell \$4mm in Dana large cap. DW talked about trimming our equity position more and being a bit more cautious given how far the equity market has already run up. AF and DW will put a timeline together of how much cash we want to raise by selling equities through the end of the year.
5. Independent Investment Committee Members: DW and AF have created a job description for the Independent Investment Committee Member. They will forward it to MH and JC for their comment. MH said he had a great conversation with Julia Antonatos. His only concern is the time commitment. DW mentioned that he talked to Julia about the time commitment and it should be fine. Our goal is to have her at the November board meeting so she can observe how the IC presents to the board. DW and AF will follow up with Julia. Ideally, we would have a second Independent IC member by the end of the year. MH has a couple people in mind. He has spoken to Greg Pucinelli and will circle back with him. AF and DW will reach out to their networks. We should try to find someone whose background and skill set complement the rest of the IC.
6. GS Relationship: DW updated the IC that we currently have \$17mm with GS and there is a fee break at \$25mm. One possible way to add money to GS is as we sell off equities to get below 70%, we could move some of the money we raise into the short duration

bond fund. DW also talked about the Launch Opportunities Fund. DW, AF and JC were recently on a call with GS where they talked about the Launch Opportunities Fund. It's a fund of funds that invests in women owned/managed businesses. DW likes that it aligns with one of our funding areas - supporting entrepreneurship. He doesn't like how expensive it is. GS expects the returns of the fund to be excellent (they aren't expecting to have to give up returns in order to support the mission). AF pointed out that our exposure to private equity is very small and this is a way to expand that asset class. MH isn't against the idea, but would like to find out more information. DW and AF will put together a one-page summary of the fund and share it with MH and JC. The goal is to talk to the full board about it at the October monthly meeting.

7. Cash Management Procedures: JC has completed the document with the cash management procedures and contact list of the investment managers. MH, DW and AF are fine with the procedures. JC will add cash management procedures to the Board portal.

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Alison Fitzgerald, Meeting Secretary

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Alison Fitzgerald

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Michael W. Hennessy

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Daniel B. Wanzenberg

Actions items:

1. AF will send email to Lisa to ask her to prepare letter to Dana to raise \$4mm.
2. DW and AF will work on a letter to send to Scott Sindelar letting him know he is on watch.
3. AF and DW will put a timeline together of how much cash we want to raise by selling equities through the end of the year.
4. AF will forward the Independent Investment Committee Member job description to MH and JC. MH and JC will give feedback once they review it.
5. DW and AF will follow up with Julia.
6. DW and AF will put together a one-page summary of the Launch Opportunities Fund and share it with MH and JC.
7. JC will add cash management procedures to the Board portal