



DSST Public Schools Foundation Board Meeting Minutes

December 13th, 2017, 3:00pm

Attendees:

Dan Wilkerson, DSST Foundation Board Member
Sandra Scanlon, DSST Foundation Board Member
Dwight Jones, DSST Board Member
Teresa Berryman, DSST Board Member
Dan Wilson, DSST Foundation Board Member
Nick Plantan, Director of Finance

Election of new Board Members

Teresa discussed the two potential new board members – Peter Fritzinger and Martin Erzinger – with Gloria Zamora and Bill Kurtz, neither objected to Peter or Martin. Peter has agreed to participate on the board if nominated.

Dan Wilkerson moved to nominate Peter and Martin, Dwight seconded. The nomination was approved unanimously. Dan amended to movement to make it conditional upon the DSST, Inc. Board approving Peter to be the third DSST, Inc member representative on the DSST Foundation board. Teresa seconded, and the amended nomination was approved unanimously. Teresa will propose to the DSST, Inc board in their January meeting. Upon DSST Inc's approval, Peter will be added to the resolutions with a term ending June 30, 2020 and Martin will be added with a term ending June 30, 2018.

Investment Policy Review

The remainder of the meeting was spent making updates to the proposed DSST Foundation investment policy. Key updates included:

- Adding a cap to endowments at 90% of original value
- Reordered endowment investment priorities to have “maximizing return without exposing the investments to excessive risk” as the top priority
- Added investments that the Foundation will not be allowed to invest in: derivatives, short sales, futures, options, or other investment vehicles not described in the policy.
- Adjusted endowment target allocations for fixed income (from 10% to 20%) and alternatives (from 10% to 0%)

- Removed non publicly traded funds from allowed operating fund investments, and reduced below investment grade cap from 30% to 5%
- Adjusted compliance reporting from quarterly to semi-annually

Dan moved to adopt edited investment policy with understanding that it may be further updated upon Peter and Martin joining the board. Teresa seconded, the motion passed unanimously.

Nick will reach out to Wells Fargo to begin investing the current Foundation funds.

Additional Items

Due to time, Nick was unable to review the DSST Foundation website.

Next meeting to be early/mid-February. Final meeting of the year roughly targeted for the end of May.

Meeting adjourned at 4:10pm.

Next Meeting

Election of President of the board

Website discussion

Review initial investments