
MARCH 14, 2013

**AGENDA ITEM 4
ACTION ITEM**

SCHOLARSHARE INVESTMENT BOARD

Resolution to Approve Changes to the ScholarShare Monitoring Procedures and Criteria

Recommendation

Pension Consulting Alliance, Inc. (PCA) and ScholarShare Investment Board (SIB or Board) staff recommend the Board adopt Resolution No. 2013-02 approving changes to the ScholarShare Monitoring Procedures and Criteria (Procedures).

Background

In March 2012, the Board approved changes to the Procedures as it related to the removal of all references to the ScholarShare Advisor College Savings Plan, which closed in late-March 2012, and other revisions related to the funds and benchmarks for the ScholarShare College Savings Plan (Plan).

As part of SIB's annual review, PCA has reviewed the Procedures and recommends additional language be added to provide clarification on TIAA-CREF Tuition Financing, Inc.'s (TFI) procedures for calculating fair market value adjustments and on restrictions within the TIAA-CREF Emerging Markets Equity Index Fund. The proposed changes were developed by PCA, with input from TFI, and are outlined in PCA's memo.

Pending Board approval, the revised Procedures will take effect immediately.

Presenter

Jeremy Thiessen, Managing Director, Pension Consulting Alliance, Inc.

RESOLUTION NO. 2013-02

**RESOLUTION OF THE SCHOLARSHARE INVESTMENT BOARD
RELATING TO THE APPROVAL OF CHANGES TO THE
SCHOLARSHARE MONITORING PROCEDURES & CRITERIA**

WHEREAS, the ScholarShare Investment Board (the “Board”) was created under the provisions of Article 19 of the California Education Code commencing with Section 69980 (the “Golden State ScholarShare Trust Act” or “Act”); and

WHEREAS, the Board has a fiduciary responsibility on behalf of the ScholarShare participants and beneficiaries to monitor the investment manager’s mutual funds and investment performance; and

WHEREAS, the Board adopted the Golden State ScholarShare College Savings Trust Monitoring Procedures and Criteria (the “Procedures”) to provide guidelines for monitoring the investment manager’s mutual funds and investment performance as part of its fiduciary responsibility on behalf of the ScholarShare participants and beneficiaries; and

WHEREAS, the SIB staff and Board’s investment consultant (the “Consultant”) have reviewed the Procedures and are recommending changes as they relate to clarification of the monitoring procedures.

NOW, THEREFORE, BE IT RESOLVED, that the Board hereby approves the changes to the Procedures as recommended by SIB staff and the Consultant and as shown in the attachment to the Consultant’s memo dated February 13, 2013.

BE IT FURTHER RESOLVED that this Resolution becomes effective upon its adoption by the Board.

Attest: _____
Chairperson

Date of Adoption: _____