

NOTICE OF PUBLIC MEETING

Arizona Family College Savings Program (AFCSP) Oversight Committee Meeting

Arizona Commission for Postsecondary Education (ACPE)

Thursday, May 26, 2016
3:00 p.m. – 5:00 p.m.
Call-In Number: (978) 964-0049
Passcode: 8787321

Keats Connelly
3336 N. 32nd Street, Suite 100
Phoenix, AZ 85018

Pursuant to A.R.S. §38-431.02, notice is hereby given to the general public and to the members of the Arizona Family College Savings Program Oversight Committee of the Commission for Postsecondary Education ("Committee") that the Oversight Committee will hold a regular meeting open to the public on Thursday, May 26, 2016 at 3:00 p.m. at Keats Connelly, 3336 N. 32nd St., Ste. 100, Phoenix, AZ 85018.

Pursuant to A.R.S. § 38-431.03(A) (3), the Committee may vote to hold executive session for purposes of discussion or consultation for legal advice with the attorney of the public body regarding any item on the agenda. This agenda may be amended at any time prior to 24 hours before the Committee meeting (except that items related to ratification may be amended prior to 72 hours before the Committee meeting). Any item on the agenda may be considered at any time out of order at the discretion of the Chairman. The Committee may discuss and take action regarding any item on its agenda.

Persons with a disability may request a reasonable accommodation such as a sign language interpreter, by contacting the meeting coordinator at (602) 258-2435 ext. 103. Requests should be made as early as possible to allow time to arrange the accommodation.

AGENDA

Mission: To educate and assist Arizona families to financially prepare for postsecondary education by providing quality college savings choices.

- I. Welcome, Call to Order, and Introduction of Members and Guests**
- II. Review of ACPE Policy for Records of Public Meetings**
- III. Arizona Commission for Postsecondary Education (ACPE) Executive Director Report**
 - A. Update on State Budget/Legislation
- IV. Arizona Family College Savings Program (AFCSP) Director Report**
 - A. Review of Arizona Family College Savings Program Management Reports as of March 31, 2016
 - B. Newly Introduced 529 related federal legislation
 - C. Independent Financial Consultant RFP status
- V. Results of 2015 Annual Provider Review Process for College Savings Bank, Fidelity Investments and Waddell & Reed**
 - A. Outcomes
 - B. Next Steps
 - C. Evaluation of process

VI. Information on Provider and Program Changes

- A. College Savings Bank
 - 1. Proposed product and customer service enhancements – Gilbert Johnson
 - 2. Status of contract negotiations with College Savings Bank
- B. Waddell & Reed
 - 1. Contract amendment – organizational structural change and rebranded name
 - 2. Ivy Limited-Term Bond Fund added as underlying fund to portfolios
 - 3. Improvement plan update – Sharon Greenfield

VII. Discussion and Consideration of a Draft 7-year Contract Inclusive of a New Product Line and Agreed Retention of Legacy Accounts with College Savings Bank, a Division of NexBank.

VIII. Discussion and Consideration of a Recommendation to the Commission for Approval of the Waddell & Reed Contract Amendment Regarding an Organizational Structural Change from Waddell & Reed Investment Management Company to Ivy Investment Management Company, and a Rebranding of the Ivy Funds InvestEd 529 Plan to Ivy InvestEd 529 Plan.

IX. Discussion of Future Agenda Items

- A. Review of meeting schedule

X. Adjournment

2016 Oversight Committee Meetings:

Date	Day	Time	Location
January 28, 2016	Thursday	3:00 p.m. to 5:00 p.m.	Sherman & Howard, LLC
March 31, 2016	Thursday	2:00 p.m. to 5:30 p.m.	Sacks Tierney, PA
April 6, 2016	Wednesday	9:00 a.m. to 9:30 a.m.	ACPE
May 26, 2016	Thursday	3:00 p.m. to 5:00 p.m.	Keats Connelly
July 28, 2016	Thursday	3:00 p.m. to 5:00 p.m.	Sherman & Howard, LLC
September 15, 2016	Thursday	3:00 p.m. to 5:00 p.m.	AZ Office of the Treasurer
November 3, 2016	Thursday	3:00 p.m. to 5:00 p.m.	Sherman & Howard, LLC

Status of Program Provider Contracts:

PROVIDER	CONTRACT INITIATED	TERMS	CONTRACT RENEWAL/EXPIRATION
College Savings Bank	November 13, 2009	7 years	Expires 11/13/2016
Fidelity Investments	September 15, 2014	6 years + 1 one-year extension	Renewal 9/15/2020
Waddell & Reed	November 18, 2010	5 years + 1 two-year extension	Expires 11/18/2017