

**AGENDA ITEM 5b**

Replacement of Non-U.S. Fixed Income Manager

**RECOMMENDED DIRECTIVE:** The board hereby approves replacing Templeton Global Bond Fund (TGBF) with iShares Core International Aggregate Bond ETF (ETF) as global bond manager.

**DISCUSSION:** Raymond James also recommends, based on the continuing underperformance of the actively managed Templeton Global Bond Fund (TBBF) international bonds mutual fund, that it be replaced by the passively managed iShares Core International Aggregate Bond EFT (EFT). This change should alleviate continued underperformance relative to its performance benchmark; continue the main benefit of the asset class, a low correlation to U.S. fixed income; reduce annual investment fees (0.09% versus current 0.67%); and allow for considering active strategies in the future should it be deemed warranted.

Historical performance comparison and iShares ETF fact sheet were presented at the meeting and attached for reference.

**ACTION TAKEN:**

- \_\_\_\_\_ Approved as presented
- \_\_\_\_\_ Approved w/ modifications
- \_\_\_\_\_ Disapproved
- \_\_\_\_\_ Deferred to a later meeting

**VOTE:**

\_\_\_\_\_aye \_\_\_\_\_nay \_\_\_\_\_abstain

**DATE:** \_\_\_\_\_