

# NOTICE OF PUBLIC MEETING

## **Arizona Family College Savings Program (AFCSP) Oversight Committee Meeting**

Arizona Commission for Postsecondary Education (ACPE)

Thursday, November 21, 2019  
3:00 p.m. – 5:00 p.m.

MGKS  
6530 N. 16<sup>th</sup> Street  
Phoenix, AZ 85016

Call-In Information  
Phone Number: 978.964.0049  
Passcode: 878.7321#

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 at the date, time and place specified above. Members of the AFCSP Oversight Committee will attend either in person or by telephone conference call.

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) 542-7230. 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. College & Career Goal Arizona
  - B. Developing Arizona's Human Capital Conference – April 24, 2020
- IV. Arizona Family College Savings Program (AFCSP) Director Report**
  - A. Review of AFCSP Management Report as of September 30, 2019
  - B. CSPN 2019 Mid-Year Report
  - C. Open Oversight Committee Position

**V. Information on Provider and Program Changes**

- A. College Savings Bank – Regina Carmon (5 minutes)
  - 1. Reduced Interest Rates
- B. Waddell & Reed – Brian Sullivan (30 minutes)
  - 1. Enhanced Glide Path Proposal
  - 2. Program Manager and Principal Underwriter Proposal
- C. Fidelity – Justin Rozzero & Heather Zakian (20 minutes)
  - 1. 2019 Q3 Executive Summary
  - 2. Update on New Blended Strategy Funds
  - 3. Contract Amendments
    - a. Organizational Restructuring
    - b. Portfolio Management Fee & Rolldown Schedule Transparency

**VI. Capital Cities – Investment Consultant Reports**

- A. 2019 Q3 Program Provider Performance Evaluations
- B. October 2019 Morningstar 529 Reviews
- C. AFCSP Investment Policy Statement Review

**VII. Discussion and Consideration of a Recommendation to the Arizona Commission for Postsecondary Education to Approve Amendments to the Fidelity Investment Management Agreement which Recognize an Organizational Structural Change within Fidelity from FMR Co., Inc. to Fidelity Management & Research Company, LLC and Insert Additional Portfolio Management Fee Tables and Schedules.**

**VIII. Discussion and Consideration of a Recommendation to the Arizona Commission for Postsecondary Education to Approve the Management and Administrative Services Agreement Amendment which Recognizes an Organizational Structural Change within Fidelity from FMR Co., Inc. to Fidelity Management & Research Company, LLC.**

**IX. Discussion and Recommendation to the Arizona Commission for Postsecondary Education to Accept the AFCSP Investment Policy Statement Review.**

**X. Discussion and Consideration for Approval of Annual Provider Review Process for Calendar Year 2019**

- A. Review of Timeline, Reporting Requirements, and Evaluation Form

**XI. Discussion of Future Agenda Items**

**XII. Adjournment**

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**Tentative 2020 Oversight Committee Meetings:**

<b>Date</b>	<b>Day</b>	<b>Time</b>	<b>Location</b>
January 16, 2020	Thursday	3:00 p.m. to 5:00 p.m.	MGKS
March 26, 2020	Thursday	2:00 p.m. to 5:30 p.m.	Sacks Tierney, PA
May 28, 2020	Thursday	3:00 p.m. to 5:00 p.m.	TBD
July 23, 2020	Thursday	3:00 p.m. to 5:00 p.m.	TBD
September 17, 2020	Thursday	3:00 p.m. to 5:00 p.m.	TBD
November 19, 2020	Thursday	3:00 p.m. to 5:00 p.m.	TBD

**Status of Program Provider Contracts:**

<b>PROVIDER</b>	<b>CONTRACT INITIATED</b>	<b>TERMS</b>	<b>CONTRACT RENEWAL/EXPIRATION</b>
College Savings Bank	October 24, 2016	5 years + 1 two-year extension	Renewal 10/23/2021
Fidelity Investments	September 15, 2014	6 years + 1 one-year extension	Renewal 9/14/2020
Waddell & Reed	August 18, 2017	4 years + 1 three-year extension	Renewal 08/17/2021