Present: Mr. William T. Buivididas, Chairman, Trustee  
Mr. Jared A. Smout, Vice Chairman, Administrator  
Mr. Bryan N. Jeffries – Excused at 11:40 a.m.  
Mr. Ryan McKinnon  
Mr. Brian Moore  
Mr. William Thatcher  
Mr. Daren Wunderle  

Others Present: Mr. Dave DeJonge, Deputy Administrator  
Mr. John Briney, Enterprise Systems Architect  
Mr. Jake O'Shaughnessy, Managing Director, SageView Advisory Group - via telephone  
Mr. Mark Kordonsky, Managing Principal, SageView Advisory Group - via telephone  

1. Call to Order; Pledge of Allegiance; Roll Call; Opening remarks.  
   
Mr. William T. Buivididas, Committee Chairman  

Chairman Buivididas called the meeting to order at 10:10 a.m. The Pledge of Allegiance was recited and there were no opening remarks.  

2. Review, discussion and possible approval of the Arizona PSPRS Defined Contribution Committee Minutes from the March 21, 2017 meeting.  
   
Mr. William T. Buivididas  

MOTION:1-4/06/17  
Motion: To approve the Arizona PSPRS Defined Contribution Committee Minutes from March 21, 2017.  
Moved by: Mr. Jeffries  
Seconded by: Mr. Thatcher  
Discussion: None  
In Favor: Unanimous  
Motion: Passes  

3. Report and discussion regarding visits with two Third-Party Administrator/Record Keeper finalists.  

Mr. William T. Buivididas  

Mr. Jake O'Shaughnessy and Mr. Mark Kordonsky of SageView Advisory Group attended by telephone to assist with the discussion regarding the two Third-Party Administrator/Record Keeper finalists. Site visits were conducted on Tuesday with Lincoln Financial Group and on Wednesday of this week with Nationwide Retirement Solutions by Administrator Smout and Chairman Buivididas for both days, with Mr. Kordonsky joining them on Tuesday.
The committee members discussed how to differentiate between the two companies regarding pricing, how much they want the business of PSPRS, how they can do the job, technical capabilities and a publically traded company versus a private company. Other topics of discussion included the education they can provide, managed accounts as possibly being attractive to DROP people, an entity already familiar with PSPRS as opposed to a new entity from out of state and which one would ease the administrative burden and easier to work with. Important concerns included how to make PSPRS a gold standard plan, use of best practices to put this plan together, fees, customization and longevity of the Third-Party Administrator/Record Keeper. An important consideration was adding a non-solicitation clause in the contract and ease of membership transition.

The next steps include writing the contract for Nationwide, establishing a timeline with firm commitments by Monday, a dedicated transition manager and answering some PSPRS concerns regarding processes. It is important that work begin right away.

4. Discussion and possible Action regarding the selection of the Third-Party Administrator/Record Keeper.

   Mr. William T. Buividias

| MOTION:2-4/06/17 | At 11:38 a.m. |
| Motion:          | We approve Nationwide Retirement Solutions for the PSPRS DC Plan and enter into a contract with the intent on a three year deal with a one and one extension process. In addition to that, I propose that we add a contractual component where Nationwide would agree to not solicit business on DROP rollovers away from our plan. |
| Moved by:        | Mr. Jeffries |
| Seconded by:     | Mr. Smout   |
| Discussion:      | We want customization. |
| In Favor:        | Unanimous   |
| Motion:          | Passes      |

5. Discussion and possible Action on investment fund selections.

   Mr. William T. Buividias

An overview of possible investment funds line-up was briefly discussed with a more detailed discussion to occur next week. Suggested topics included multiple tiers, size of funds, and style of funds. By statute PSPRS, can go up to 25 fund selections but have no less than five selections. Transparency is important.

6. Discussion and possible Action on the role and responsibilities of the committee.

   Mr. William T. Buividias

No discussion was held.

7. Discussion and possible Recommendations on legislative changes that may or may not need to occur regarding the DC plan.

   Mr. William T. Buividias

An emergency clause was added to the PSPRS Administration Bill so that when the bill is signed, the DROP money goes into the Plan as soon as it is ready to receive it.
8. Call to the Public.

This is the time for the public to comment. Members of the Committee may not discuss items that are not specifically identified on the agenda. Therefore, pursuant to A.R.S. § 38-431.01 (H), action taken as a result of public comment will be limited to directing staff to study the matter, responding to any criticism, or scheduling the matter for a later date for further consideration and possible recommendations to the Board of Trustees.

There was no reply to the Call to the Public.

9. Schedule future meeting date(s).

The next meeting will be held on April 14, 2017 beginning at 1:00 p.m.

10. Adjournment.

The meeting was adjourned at 12:20 p.m.

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Mr. William T. Buvidas, Chairman