AGENDA ITEM SUMMARY

1. **NAME OF ITEM:** UMS Divestment of Coal

2. **INITIATED BY:** Karl W. Turner, Chair

3. **BOARD INFORMATION:**

   **BOARD ACTION:** X

4. **BACKGROUND:**

   The University of Maine System requested that NEPC quantify the coal exposure in the three portfolios (Managed Investment Pool (MIP), Pension Fund and Operating Fund). NEPC reached out to the System’s investment managers and has provided the exposures in the corresponding report. In summary, the System has the following exposure to coal:
   
   – MIP: 0.3% total exposure
   – Pension Fund: 0.2% total exposure
   – Operating Fund: 0.3% total exposure

5. **TEXT OF PROPOSED RESOLUTION:**

   That the Investment Committee forward this item to the Consent Agenda at the January 26, 2015 Board of Trustees meeting for approval of the following resolution:

   That the Board of Trustees approves directing UMS’ equity and fixed income separate account Investment Managers to negative screen for coal and to divest of any current directly held investments in coal mining companies. This action applies to the UMS’ three funds - the Managed Investment Pool, Defined Benefit Pension Fund and Operating Funds.

11/21/2014