

**HRTAC**  
**Addenda #2**  
**RFP 2017-01: Investment Management Services**

The following questions were received after HRTAC RFP 2017-01: Investment Management Services was published on July 14, 2016:

- Q1:**
- 1. What are the annual % spending requirements for this pool of money?**
  - 2. Is HRTAC requiring the investment manager to act as a co-fiduciary?**
  - 3. Federal savings banks are regulated by the Office of the Comptroller of the Currency (OCC), as such federal banks with investment management powers are exempt from registering as an investment advisers with the SEC. TIAA Trust is governed by the fiduciary standards of care with significantly greater supervision of its investment management activities by the OCC. The OCC also imposes extensive capital requirements for federal savings banks. The RFP states that the "Offeror must be a registered investment advisor under the Investment Advisors Act of 1940". Does this eliminate federal savings banks that are exempt from SEC registration as potential offerors?**
  - 4. The investment policy states in section I. Maximum Maturity. To manage market value volatility, the duration and/or weighted average maturity of the total investment portfolio shall not exceed two (2) years. Is there flexibility in the investment policy to extend the average maturity to four (4) years to allow for higher yield and further diversification?**

- A1:**
- 1. A rising range of 75 M to 260 M for fiscal years 17-19.**
  - 2. Yes.**
  - 3. The RFP language prevails and proposals submitted otherwise will be evaluated.**
  - 4. Not at this time.**