



FOUNDATION

FINANCE COMMITTEE

President's Large Conference Room, AGB 106
& Zoom Conference Call

Thursday, January 12, 2023, 8:00 am – 9:00 am

Meeting Minutes

Present: M Mahboob Akhter Anthony Ferry Jim Leach
Mark Schwartz Jackie Han, District Fiscal Roxanne Metz, staff
Andrew Hom, staff Elizabeth McCann, staff Emily Cramer, staff

Absent: Isaiah Henry Dr. Elliot Stern

Guest: Graystone – Dan Tichenor

1. Meeting called to order at 8:04 a.m.
2. Attendance taken and quorum achieved
3. Consent Agendas
 - November 17, 2022 Finance Committee Meeting Minutes approved
 - Gifts Received (11/1/22-12/31/22) approvedMotion made by M. Mahboob Akhter and seconded by Mark Schwartz, motion approved.
4. Investment Performance Report 11/30/22 Review by Graystone Consulting, Dan Tichenor
 - Seeing a change in market leadership. There has been a shift to non-U.S. assets doing slightly better than U.S.
 - Inflation numbers coming back down, moving in the right direction, but still elevated.
 - Will need to wait and see what the Feds do.
 - The number of people employed is exceeding pre-pandemic numbers, but not recovered. Feds are set on raising rates.
 - The next couple of months will be rocky.

Recent Developments

Discussed proposed changes to Investment Policy Statement.

- Replaced allowable investments language with prohibited investments & transactions.

Recommendations

Endowment Fund

- Trim Aristotle Value Equity & Brandes International Equity by 1% each and reallocate proceeds to existing position in Western Core Plus Fixed Income.
 - Continue to extend duration to lock in higher yields after rate increases.
 - Increase Fixed Income allocation to potentially de-risk in anticipation of earnings pressure.
- Motion to approve Recommendation made by Mark Schwartz, seconded by Mahboob Akhter, motion approved.

Future Considerations

- Begin exploring implementation options for Preferred Securities within Fixed income.

5. Foundation Financial Statement Review by Andrew Hom
 - Reviewed Statement of Financial Position Nov. 2022
 - Trust Account Liability now processing through the Foundation since there has been a shift in District practices. It has its own accounting category with no revenue recognition. Checks pass through the Foundation to students and seen as cash, not revenue.
 - Reviewed Statement of Activities by Area Nov. 2022
 - Student Financial Aid number exceeds the last two years and we are not even half way through the year.
 - Reviewed Activities Budget to Actual Nov. 2022
 - Include variance column to track activity.
6. Meeting adjourned at 9:03 am.

NEXT MEETING: THURSDAY, MARCH 16, 2023 AT 8:00 A.M