

LOCATION: CONFERENCE CALL
1 669 900 6833 (US Toll) or
<https://laccd.zoom.us/j/97981922806>
Meeting ID: 979 8192 2806

TIME: 11:00 A.M.

MINUTES

Attendance:

Members Present: Danny Chan (Assistant Treasurer); Robert Reeves; Marvin Hoffman; Jerrod McClung; Gerard Tamparong; Robert Schwartz (Chairman) and Lisa C. Nashua (Executive Director)

Members Absent: Bob Winters (Chair) and Edward Dilkes

Guests Present: Joseph Robillard (Windward Capital); Helen Khachatryan and Silvia Martinez

I. CALL TO ORDER

D. CHAN

- a. The meeting was called to order at 11:07 A.M.

II. APPROVAL OF MINUTES

D. CHAN

- a. Minutes of April 19, 2022
 - i. Robert Schwartz moved to accept the minutes as presented.
 - ii. Jerrod McClung seconded
 - iii. Danny Chan abstained (Absent)
 - iv. **Motion Passed MSP**

III. REVIEW OF WINDWARD CAPITAL SUMMARY

J. ROBILLARD

- a. Joseph Robillard gave a report on the Foundation's portfolio.
 - i. Joseph mentioned that there was a modest pullback in the markets, during the first quarter of 2022. Equity indices extended their decline during the second quarter S&P 500 index, Dow Jones, NASDAQ all declined double digits. NASDAQ declining the furthest at 22%.
 1. He also mentioned that they know with some certainty that their goal is to protect their clients' capital and mitigate market rate related risk and the emphasis on high quality businesses has really sort of won the day for them through June 30th. All portfolios were negative in July, has been absolutely incredible a lot of folks are calling a bottom. They are looking at the inflation numbers carefully, and they think the numbers may have peaked as a result of the financial the tightening of the Feds.
 2. Joseph went on to review the current market situation in terms of inflation. He also reported that there have been no change to the Foundation's portfolio. They have stopped selling equities and purchasing bonds to hit their target and they're looking to fully convert our portfolio to the required bond.
 3. There were some questions from the Committee members who wanted to know what percentage of the market decrease in the last 12 months.
 - a) Danny Chan asked how much they have allocated to fixed income. Joseph responded that they have 19.8% in fixed income as of June 30th and now that ratio is changed slightly with this last two weeks of stock market performance it's probably about 19%.
 4. After Joseph's report the Committee asked to have Bob Nichols and Don Besler present at this meetings and they also asked to have a summary of the current portfolio value sent to them for review.
 - a) Lisa Nashua also reminded them that we have an updated spending policy of 4% based on earnings and they should be prepared at the end of December beginning of January to withdraw funds for the different department funds and scholarships

b. The Committee received the LACCF Quarterly report which covered the performance for the 2nd quarter as of June 30, 2022.

i. LACCF Portfolio #1 Growth

1. **Total Cost:** \$10,311,718.92 **Market Value:** \$14,590,442.38
a) **Yield:** 1.6 **Estimated Annual Income:** \$195,933.93

ii. LACCF Portfolio #2 Equity Income

1. **Total Cost:** \$4,061,370.58 **Market Value:** \$5,417,300.76
a) **Yield:** 2.8 **Estimated Annual Income:** \$138,772.30

iii. Herb Alpert Portfolio #1

1. **Total Cost:** \$5,631,244.88 **Market Value:** \$8,373,740.20
a) **Yield:** 1.6 **Estimated Annual Income:** \$115,366.33

iv. Herb Alpert Portfolio #2

1. **Total Cost:** \$4,347,485.46 **Market Value:** \$5,828,906.51
a) **Yield:** 2.8 **Estimated Annual Income:** \$149,217.53

v. Nick Beck Journalism Lecture

1. **Total Cost:** \$430,422.24 **Market Value:** \$532,469.24
a) **Yield:** 2.8 **Estimated Annual Income:** \$13,569.96

vi. LACCF Operating Endowment

1. **Total Cost:** \$758,591.44 **Market Value:** \$898,993.50
a) **Yield:** 1.6 **Estimated Annual Income:** \$12,327.79

vii. LACCF STEM

1. **Total Cost:** \$2,213,463.44 **Market Value:** \$2,433,797.32
a) **Yield:** 1.6 **Estimated Annual Income:** \$33,508.35

IV. REVIEW OF FINANCIALS

D. CHAN

a. The Finance and Investment Committee members reviewed and approved the June 2022 financials (including bank & credit card statements).

- i. Robert Schwartz moved to accept the June 2022 financials and credit card expenses as presented.
- ii. Jerrod McClung seconded
- iii. **Motion Passed MSP**

V. ADJOURNMENT AND NEXT MEETING

- a. Meeting adjourned at 11:59 AM
- b. Next meeting October 18, 2022 at 11:00 AM.