

**LOS ANGELES CITY COLLEGE FOUNDATION
FINANCE & INVESTMENT COMMITTEE MEETING**

JANUARY 23, 2024

LOCATION: LACC Foundation
Student Union Building
855 N Vermont Avenue
Los Angeles, CA 90029

1 669 900 6833 (US Toll)
Meeting ID: 854 1131 4018

TIME: 11:30 A.M.

MINUTES

Attendance:

Members Present: Bob Winters (Chair); Danny Chan (Vice Chair); Edward Dilkes; Robert Reeves; Marvin Hoffman, via Conference Call; Jerrod McClung, via Conference Call; Robert Schwartz and Lisa C. Nashua (Executive Director)

Members Present: Gerard Tamparong

Guests Present: Don Bessler (Windward Capital); Joseph Robillard (Windward Capital); Jeff Zarrinam; Helen Khachatryan and Silvia Martinez

I. CALL TO ORDER

B. WINTERS

- a. The meeting was called to order at 11:42 A.M.

II. APPROVAL OF MINUTES

B. WINTERS

- a. Minutes of October 24, 2023, meeting.
i. Robert Reeves moved to accept the minutes as presented.
ii. Ed Dilkes seconded.
iii. **Motion Passed MSP**

III. REVIEW OF WINDWARD CAPITAL SUMMARY

J. ROBILLARD

- a. Joseph Robillard gave a brief overview of the current financial markets.
i. He started by saying that they had an excellent quarter. The returns were great. The 2023 full year returns for the growth portfolios was 22.6 give or take with some dispersion across the accounts. The equity income and balanced portions brought back 12 and 1/4 roughly 12.2%.
ii. Don Bessler went on to continue the trends that they talked about last time, the US economy continues to be relatively strong, unusually strong in the third quarter. They'll get some economic data this week that may indicate a moderation, but sort of a 2% rate of GDP growth. They'll also get some inflation data this week at the end of the week, which is important to the Fed. But the downward trajectory on inflation continues.
iii. The Committee asked them about their thoughts on AI and automation. Don Bessler responded that there's a lot of potential for good and a lot of potential for bad in the use of artificial intelligence, which is not actually a new thing. It's something that's been occurring for decades, but it's reached a type of an inflection point that's occurred because of the ability of processing to enable more data crunching than previously. There's been an exponential move to these kinds of technologies. He thinks the true test of whether AI will be something of value is the degree to which it improves productivity, because in any economy, the way you improve the wealth of the population is through productivity.
b. The Committee received the LACCF Portfolio report which covered the performance for the 4th quarter as of December 31, 2023.
i. LACCF Portfolio #1 Growth

1. Total Cost: \$12,832,866.22	Market Value: \$19,796,898.84
a) Yield: 1.8	Estimated Annual Income: \$274,798.09
ii. LACCF Portfolio #2	
1. Total Cost: \$ 4,250,774.48	Market Value: \$ 6,040,616.82
a) Yield: 2.9	Estimated Annual Income: \$148,139.32
iii. Herb Alpert Portfolio #1	
1. Total Cost: \$5,741,607.43	Market Value: \$ 9,768,898.39
a) Yield: 1.8	Estimated Annual Income: \$131,677.28
iv. Herb Alpert Portfolio #2	
1. Total Cost: \$4,441,279.50	Market Value: \$6,343,979.01
a) Yield: 2.9	Estimated Annual Income: \$154,817.40
v. Nick Beck Journalism Lecture	
1. Total Cost: \$447,071.73	Market Value: \$594,617.77
a) Yield: 3.0	Estimated Annual Income: \$14,504.51
vi. LACCF Operating Endowment	
1. Total Cost: \$689,162.27	Market Value: \$921,386.65
a) Yield: 1.9	Estimated Annual Income: \$12,782.31
vii. LACCF STEM	
1. Total Cost: \$2,270,871.70	Market Value: \$2,940,223.71
a) Yield: 1.8	Estimated Annual Income: \$39,793.72

IV. REVIEW OF FINANCIALS

D. CHAN

- a. The Finance and Investment Committee members approved the December 2023 financials.
 - i. Danny Chan moved to accept the December 2023 financials as presented.
 - ii. Robert Reeves seconded.
 - iii. **Motion Passed MSP**
- b. Danny Chan went on to mention that there is a big amount of money in the City National account and suggested to move the money into a fixed income account where it can generate interest. This topic will be discussed further at another meeting.

V. NEXT MEETING AND ADJOURNMENT

- a. Next meeting will be on April 23, 2024, at 12:00 PM.
- b. Meeting adjourned at 12:50 PM