

CAL STATE EAST BAY EDUCATIONAL FOUNDATION FINANCE & INVESTMENT COMMITTEE

April 16, 2015 Meeting Minutes

Student Administration Building, Room 4600

Trustees Present:

Jack Acosta (ex officio)
Carolyn Aver (by phone)
Patrick Devine (by phone)
Tanya Hauck (ex officio)
Lou Miramontes (by phone)
Brad Wells (ex officio)

Investment Consultant:

Brian J. Sharpes, CIMA
Senior Vice President – Investments
Senior Institutional Consultant, UBS
Institutional Consulting

Staff Present:

Debbie Chaw
Carmen Rusca

Trustees Absent:

Evelyn Dilsaver (Chair)
Howard Hyman
Janet Owen

Meeting called to order by Jack Acosta at 8:31 a.m.

Approval of Minutes

Committee moved to approve February 4, 2015 meeting minutes.

Motion: Brad Wells **Second:** Lou Miramontes **Motion Passed**

Investment Performance Report

Brian Sharpes reviewed portfolio summary as of March 31, 2015.

Highlights

- Differences between U.S. valuation and rest of world;
- Sees trend of other economies outperforming U.S.
- Oil prices helping U.S. economy but great deal of volatility in market. First time under target numbers for portfolio.
- CIRCLE Building subrogated from others
- No recommendations, except increase international exposure
- Look at changing investment model

Endowment Payout for 2015-16

Debbie Chaw presented the endowment payout distribution for FY 15/16 to be disbursed in July 2015. The calculation was based upon the board's current endowment payout policy of 4%. After discussion, the committee approved a motion to approve the endowment payout for FY 15/16 for recommendation to the board at the May 28 meeting.

Motion: Brad Wells **Second:** Lou Miramontes **Motion Passed**

Proposed Operating Budget and Reserves for 2015-16

Debbie Chaw presented the proposed FY 15/16 operating budget and reserves. After discussion, the committee approved a motion to approve the proposed FY 15/16 operating budget and reserves for recommendation to the board at the May 28 meeting.

Motion: Brad Wells **Second:** Lou Miramontes **Motion Passed**

Revised and Restated Policies

The committee discussed the revised investment and endowment policies created by Debbie and reviewed with UBS. Brian Sharpes provided his insight into what other institutions are trying to

accomplish with their policies. Committee opted to vote on these items at next meeting.

Other Business/Announcements

Brad Wells announced it was his last meeting because he is leaving University. Jack Acosta thanked him for his service to this committee and the university.

Jack Acosta adjourned meeting at 9:30.a.m.

Approved: *H.W. Char*