



CAL STATE EAST BAY

CAL STATE EAST BAY EDUCATIONAL FOUNDATION

Finance & Investment Committee

Meeting Minutes

Thursday, October 15, 2020

8:30a.m.-9:30a.m.

Via Zoom

Committee Present:

Evelyn Dilsaver (Chair)

Jack Acosta

Debbie Chaw

Patrick Devine

Bill Johnson

Marvin Remmich

Committee Absent: Janet Owen

Staff Present: Carmen Rusca

Guest: Randall Davis, Education Foundation Board Trustee

Investment Consultant:

Brian J. Sharpes, CIMA

Institutional Consulting Director

Graystone Institutional Consulting,

Morgan Stanley

I. **Welcome Remarks/ Approval of Meeting Minutes**

Chair Dilsaver opened the meeting at 8:30 am.

The Finance & Investment Committee reviewed the July 22, 2020 meeting minutes meeting minutes. On motion duly made, seconded and unanimously carried, the following Minute Action was taken:

MINUTE ACTION: The board approves the minutes from July 22, 2020.

Motion by: Devine

Seconded by: Acosta

Motion: Passed

II. **Investment Performance report as of Sept. 30, 2020**

Brian Sharpes noted that the market response to events and the pandemic has been challenging and is reflected in the numbers. They performed a comprehensive Asset Allocation Analysis using Morgan Stanley's 2020 Capital Market Assumptions on our investment portfolio which largely reaffirmed our current positioning.

Continue to expect below-average returns over 7-year "Strategic" horizon

Preference within Equities for International>US and Value>Growth

Establishment of 2.5% allocation to NEW Fuller & Thaler Small Cap Value SMA approved in July meeting occurred. The structured note linked to Euro STOXX which matured on July 31 was reallocated to a new note linked to Euro STOXX 50 Index and with a similar structure (3:1 upside leverage, capped at 13.75%). There were no recommendation for actions at this time, but we expect to discuss reallocation at next meeting which will be after the November election.

III. **Operating Budget FY20/21 Actuals as of Sept. 30, 2020**

Debbie Chaw reviewed the Operating Fund budget. She noted that the Gift Administration/Development Policy Fees (5% of current gifts) were lower than expected but would hopefully be rebounding in the next quarter. She also stated that Administration Fees from the University will be about \$50K lower than what is currently budgeted due to revisions made to the University's cost allocation plan. There were no questions regarding the budget from committee.

IV. **Other Business/Announcements**

None

V. **Adjournment**

With no further business to discuss, Chair Dilsaver adjourned the meeting at 9:07 am.

Dated: October 15, 2020



Debbie Chaw, Secretary

Recorded by Carmen Rusca