



MPC

FOUNDATION

MONTEREY PENINSULA COLLEGE

Investment Committee Minutes

October 27, 2022

MPC Foundation's Investment Committee held its quarterly meeting on Thursday, October 27 via videoconference.

- Members present: Bill Doolittle, Jason Griffin, Rob Lee, Matthew Morgan, Joe Servi, Nathan Steen
- Members Absent: Andrew Ausonio,
- Monterey Private Wealth (MPW) Advisors present: Cris Cabanillas, Zach Harney, Hannah Rogge
- Monterey Peninsula College Foundation (MPCF) Staff present: Karen Kelly, Beccie Michael

1. Chair Nathan Steen called the meeting to order at 10:38 a.m.

- There was not initially a quorum, but one was established prior to voting

2. There were no guests; no public comment

3. Review and Discussion of Quarterly Portfolio Results (Monterey Private Wealth)

At the end of Q3, inflation remains high. In overall market, Equity is down over 20%, and aggregate bond returns are down ~16% since the start of the year. MPW expects that market volatility will continue for another 18-24 months.

- Although MPCF's portfolio rebounded somewhat in the first 6 weeks of Q3, we ended the quarter with:
 - Intermediate-term portfolio down 5.17% for the quarter, down 16.35% YTD
 - The Long-term portfolio down 6.25% from last quarter, down 20.33% YTD
- Both portfolios tracking or slightly outperforming their benchmarks for Q3 and YTD periods
- Asset allocations remain within Investment Policy parameters; no rebalancing
- No funds are on MPW's "watch list"

4. Presentation of 2023 funds available for distribution per "Banded Inflation" calculations (MPCF staff)

- In 2023, MPC Foundation will have \$335,300 to fund programs from its endowment proceeds, and will realize \$76,393 in Administrative Fees on invested funds.

5. Overview of Alternative Investments and Private Credit Markets (MPW)

Per Investment Committee request, MPW presented a current market overview and trends within the Alternative Investments asset class as well as a discussion of opportunities for MPCF in private credit markets. MPW included a comparison of MPCF's with other Foundations' size and investment goals. MPW advised, and the Committee concurred, that it is not currently appropriate for MPCF to pursue private equity, but that the committee will revisit the question annually as MPC Foundation's portfolio grows.

6. Approval of minutes

Mr. Steen presented the minutes of the July 28, 2022 Quarterly Meeting.

- Mr. Griffin moved to approve the minutes; Mr. Lee seconded
- Ayes: Mr. Doolittle, Mr. Morgan, Mr. Servi, Mr. Steen. Nays: none

7. Adjournment: Mr. Steen adjourned the meeting at 11:21 a.m.