



# MPC

# FOUNDATION

MONTEREY PENINSULA COLLEGE

## Investment Committee Minutes January 26, 2023

MPC Foundation's Investment Committee held its quarterly meeting on Thursday, January 26, 2023 via videoconference.

- Members present: Andrew Ausonio, Jason Griffin, Matthew Morgan, Joe Servi, Nathan Steen
- Members Absent: Bill Doolittle
- 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 4:05 p.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**

After acknowledging that 2022 was a rough year for investors, Cris Cabanillas of Monterey Private Wealth provided Q4 and 2022 overview of Schwab accounts managed by MPW:

- Total value of Schwab holdings = \$10,092,863
- Long-term portfolio value at 12/31/2022 was \$9,211,153--up 7.2% for Q4, but down 14.6% over 2022
- The Intermediate-term Fund has a balance of \$816,213 at year-end—up 5% over the quarter, down 12.1% for the year
- Both investment portfolios slightly out-performed their benchmarks for Q4 and for the year.
- The balance in the short-term cash fund is \$65,497
- Asset allocations remain within Investment Policy parameters; no rebalancing
- No funds are on MPW's "watch list"

The committee engaged in a robust retrospective on whether MPCF erred by not acting on clear signals that interest rates would rise and likely lead to the devaluation of fixed assets. Discussion points included that MPCF does not operate by "timing the market", but instead

relies on its Investment Policy Statement to maintain and grow assets in perpetuity; and that MPW *did* respond to market conditions within the parameters of the IPS. The committee concluded that the current asset mix remains appropriate, and that we are poised to revisit the question when the next unusual market condition invites reconsideration of our strategy.

**4. Approval of minutes**

Mr. Steen presented the minutes of the October 27, 2022 Quarterly Meeting

- Mr. Ausonio moved to approve; Mr. Servi seconded
- Ayes: Mr. Ausonio, Mr. Morgan, Mr. Steen. Nays: none

**5. Brown Act Updates**

Beccie Michael reviewed new Brown Act compliance issues that will take effect with the 2/28/2023 end to California's COVID-19 state of emergency. Ways for MPCF Board and Committee members to participate in meetings will include in-person attendance, teleconferenced attendance under provisions of the original Brown Act, or remote participation subject to the specifications of California's AB 2449.

**6. Adjournment:** Mr. Steen adjourned the meeting at 4:49 p.m.