



MIRACOSTA COLLEGE FOUNDATION
FINANCE COMMITTEE MEETING

MINUTES OF REGULAR MEETING

February 15, 2022
(Approved May 9, 2022)

I. CALL TO ORDER 1:32

The MiraCosta Community College Foundation Finance Committee met in open session on Tuesday, February 15, 2022 via Zoom conference. Chair Bruce Bandemer called the meeting to order at 1:32 p.m.

II. ROLL CALL

Committee Members Present:

Bruce Bandemer Sharon Wiback Bessie Chin

Committee Members Absent:

Matt Adams Bill Cardoso

Advisors & Staff Present:

Alec Babiarz, MiraCosta College Foundation Board President
Andrew Maslick, VIAS, Vanguard Senior Investment Consultant
Tori Fishinger, MiraCosta College Foundation Interim Associate Director
Charity Singleton, MiraCosta College Foundation Interim Development Officer
Peter Smits, MiraCosta College Foundation Consultant
Elizabeth Lurenana, MiraCosta College Foundation Temporary Board Support

III. TELECONFERENCING MEETINGS – Action Required

A. Approve Continued Observance of Resolution Authorizing Teleconferencing for Meetings Pursuant to AB 361

*Action was delayed until Committee Member Chin joined the meeting.
By motion of Committee Member Wiback, seconded by Committee Member Chin, the Resolution Authorizing Teleconferencing to Meetings Pursuant to AB 361 was adopted.
Vote: 3/0/0/2
Objection: None
Aye: Bandemer, Wiback, Chin
Nay: None
Abstentions: None
Absent: Adams, Cardoso

IV. PUBLIC COMMENT ON ITEMS ON AND NOT ON THE AGENDA

None

V. CHANGES IN AGENDA ORDER

Actions were delayed until after Consultant Maslick’s presentation at which time Committee Member Chin was in attendance to provide a quorum.

VI. APPROVE MEETING MINUTES – ACTION (delay until have quorum)

A. Regular meeting November 9, 2021

*Action was delayed until Committee Member Chin joined the meeting.
By motion of Committee Member Wiback, seconded by Committee Member Chin, the minutes of the regular meeting of November 9, 2021 were approved.
Vote: 3/0/0/2

Objection: None
Aye: Bandemer, Wiback, Chin
Nay: None
Abstentions: None
Absent: Adams, Cardoso

VII. PRESENTATION(S)

A. Andrew Maslick, VIAS

- i. S&P 500 Discussion
 - a. Strong earnings growth. Much stronger than expected.
 - b. Discussion of the probability of equity market correction over the next three years
 - Worst January since 2008 (many factors impacting investor sentiment)
- ii. Q4 Look-back
 - a. Bonds are down but there is no need to be overly concerned.
 - b. There are large gaps between US & non-US stocks and bonds.
 - c. The market may see a flattening of the yield curve. It is tough to gauge where to sit on the yield curve so best to invest broadly.
 - d. A volatile bond market differs from a volatile stock market. Both are important for balance.
- iii. 12.2021 Performance summary
 - a. Foundation investments are pacing ahead of composite benchmark.
 - b. Vanguard gives back money to clients in reduced expenses.
 - c. Non-US stocks are out-performing US stocks at the moment.
 - Is this the beginning of something new? Tough to predict. Vanguard will keep an eye on it.
- iv. Vanguard Economic and Market Outlook for 2022
 - a. The tilt is to the downside. Vanguard is optimistic but the Pandemic will continue to play into this.
 - b. VIAS believes the supply chain blockage will work itself out in 2022.
 - c. We are in a strong labor market. The labor force is difficult to track because of shifting to self-employment, etc.
 - d. VIAS expects inflation to reach about 5% before dropping toward the end of the year.
 - e. Consultant Maslick reviewed how various markets reacted to the pandemic fiscally.
 - f. The US GDP is still growing compared to 2019, but slower. It should be back at trend in the next few months.
 - g. There was an extended conversation about US vs. Non-US stocks and VIAS plans to watch them to see if the foundation needs to make a change.
- v. Diversity, Equity & Inclusion at Vanguard
 - a. VIAS believes DEI in the organization results in optimized client outcomes.
 - b. VIAS is learning, improving and growing in this area each year.

VIII. COLLEGE UPDATES (10 minutes)

A. Office of Administrative Services – Vice President Tim Flood

- i. Unable to attend.

IX. COMMITTEE REPORT(S)

A. Finance Committee

- i. Review & Approve FY21/22 Q1 & Q2 Financial Statements – **Action Required**

By motion of Committee Member Wiback, seconded by Committee Member Chin, the FY21/22 Q1 & Q2 Financial Statements were approved.

Vote: 3/0/0/2

Objection: None

Aye: Bandemer, Wiback, Chin

Nay: None

Abstentions: None

Absent: Adams, Cardoso

ii. Investment and Spending Policy Update

a. A flow chart has been added to the Spending Policy document appendix

- Chair Bandemer reviewed the flow chart briefly.
- Committee members discussed and offered corrections.
- Chair Bandemer and President Babiarz will meet with Smits to update.

X. ANNOUNCEMENTS, MEETING AND EVENT CALENDAR REVIEW

Next Quarterly Board Meeting

Tuesday, February 22, 2022 at 3:00 – 5:00 p.m.

Next Finance Committee Meeting

Monday, May 9, 2022 at 12:30 – 2:00 p.m.

XI. FUTURE AGENDA ITEMS

- A. Chair Bandemer will obtain an update from accounting and look at Cash & Investments Dispersion.

XII. ADJOURNMENT

The meeting was adjourned at 2:38 p.m.