

- a. Discipline with the investment strategy is paying off in the long-term.
 - The committee asked questions about changing the makeup of the portfolio and if there is discretion to make changes when the market demands. Maslick did not recommend deviating from strategy.
- b. Chair Bandemer gave background on the previous investment group (Common Fund) used by the foundation and how their data informed the investment strategy with Vanguard.
- c. Committee Member Figueroa asked if there is anything the foundation can do to strategically position itself with a pending recession. Maslick did not recommend basing a strategic move on the prediction of a recession since the market is volatile and the future unknown.
 - Vice President/Executive Director Stubblefield noted that a recession plus receiving less funds from the state (per Vice President Flood's college update) means fewer major gifts and higher student demand. There will be a huge need for unrestricted funds for students.

VII. COLLEGE UPDATES

- A. Office of Administrative Services – Vice President Tim Flood
 - i. Vice President Flood gave a brief update on college matters pertaining to finances.
 - a. The college's audit is going well, and no problems are expected.
 - b. State budget updates were received and there will be significantly fewer one-time dollars available to the college.
 - c. The state is putting money into student housing, and the college's feasibility study for student housing continues.
 - d. MiraCosta College has done well responsibly spending Measure MM funds, saving taxpayers \$153 million over the course of the bond by getting the very best values.

VIII. COMMITTEE REPORT(S)

- A. Finance Committee
 - i. Review & Approve FY 21/22 End of Year Report
 - a. The committee discussed the cause of the swing down in money on hand due to market conditions.
 - b. There appears to be a discrepancy between the amounts of cash and investments on the Balance Sheet (\$1,898,763.34 & \$ 16,466,754.74) vs. Recap (\$1,917,341.85 & \$16,405,402.92). Staff will check with accounting department on the discrepancy.

By motion of Committee Member Musser, seconded by Committee Member Figueroa, the FY 21/22 End of Year Report Financials were approved, pending no errors found by staff follow-up.

Vote: 4/0/0/3

Objection: None

Aye: Adams, Bandemer, Figueroa, Musser

Nay: None

Abstentions: None

Absent: Budnik, Grajek, Wiback

- ii. Review & Approve FY 21/22 End of Year Recap with Recommendations from Accounting Department
 - a. Chair Bandemer explained the Investment and Spending Policy for committee members. Staff sent the link to this policy and others to the full committee. This action item is to approve accounting department recommendations for fund movement per the Investment and Spending Policy guidelines. The amount this time is larger than usual because several liquidations were missed during leadership transition. The committee discussed why funds must come out of the endowment account in order not to be speculating outside of the policy.

By motion of Committee Member Musser, seconded by Committee Member Adams, the recommended fund movement was approved for FY21/22 End of Year Recap.

Vote: 4/0/0/3

Objection: None

Aye: Adams, Bandemer, Figueroa, Musser

Nay: None

Abstentions: None

Absent: Budnik, Grajek, Wiback

iii. Review & Approve FY22/23 Q1 Financial Statements

By motion of Committee Member Musser, seconded by Committee Member Adams, the FY 22/23 Q1 Financial Statements were approved.

Vote: 4/0/0/3

Objection: None

Aye: Adams, Bandemer, Figueroa, Musser

Nay: None

Abstentions: None

Absent: Budnik, Grajek, Wiback

iv. Review & Approve FY22/23 Q1 Recap with Recommendations from Accounting Department

Upon reviewing this document, Committee Member Musser requested to amend her previous motion for fund management to reflect the new amount of \$1,231,117.26. By motion of Committee Member Figueroa, seconded by Committee Member Adams, the amendment was accepted and the amount of \$1,231,117.26 will be moved per [policy](#).

Vote: 4/0/0/3

Objection: None

Aye: Adams, Bandemer, Figueroa, Musser

Nay: None

Abstentions: None

Absent: Budnik, Grajek, Wiback

- a. Note: staff will work with the college's Accounting Department to update verbiage on these documents, so they are consistent with the Investment and Spending Policy terminology. Staff will also request a representative of the college's Accounting Department to attend the February committee meeting as well as subsequent meetings.

- v. Fishinger explained the Hatoff Tapestries program is designed to encourage more collaborations and promote more culturally relevant activities.

IX. ANNOUNCEMENTS, MEETING AND EVENT CALENDAR REVIEW

Next Finance Committee Meeting

Tuesday, February 7, 2023 at 1:00 – 2:30 p.m.

X. FUTURE AGENDA ITEMS

None

XI. ADJOURNMENT

The meeting was adjourned at 3:18 p.m.



Bruce H Bandemer (Feb 17, 2023 14:25 PST)

Bruce Bandemer, Committee Chair



Shannon Stubblefield (Feb 15, 2023 15:43 PST)

Shannon Stubblefield, Executive Director