

MINUTES

SAN JOSE / EVERGREEN COMMUNITY COLLEGE DISTRICT RETIREMENT BOARD OF AUTHORITY MEETING

April 21, 2021

11:30 PM–1:00 PM

Via Zoom Teleconference

I. CALL TO ORDER

- a. The meeting was called to order at 11:33 PM by Dan Hawkins.

II. ROLL CALL

1. **All Retirement Board of Authority (RBOA) members were present except Pat Butler and Maria Holguin:**

Jorge Escobar, Interim Vice Chancellor, Administrative Services

Dr. Beatriz Chaidez, Associate Vice Chancellor, Human Resources

Joseph Chesmore, Executive Director, Fiscal Services

Jessica Breheny, Faculty and Member AFT 6157

David Yancey, Retired Faculty and Member AFT 6157

Dan Hawkins, Staff and Member, CSEA Chapter 363 (RBOA Chair)

Arlene Amelia, Retired Staff and Former Member CSEA, Chapter 363

2. **All Coordinators/Consultants were present:**

Roslyn Washington, Assistant VP, Keenan Financial Services

Kristin Cooper, Service Coordinator, Keenan Financial Services

Cary Allison, Executive Director, Morgan Stanley

Scott Rankin, Senior Vice President, Benefit Trust Company

3. **Guests:**

Joe Lugo, Staff and Member, CSEA, Chapter 363 (Alternate)

III. PUBLIC COMMENTS

- a. The board wanted to acknowledge Phil Crawford.

IV. APPROVAL OF AGENDA

- a. David Yancey Moved to approve the Agenda as presented; Motion was seconded by Jessica Breheny and was unanimously approved by all of the Retirement Board of Authority members present.

V. APPROVAL OF MINUTES

- a. David Yancey Moved to approve the Minutes as presented; Motion was seconded by Joe Lugo and was unanimously approved by all of the Retirement Board of Authority members present.

VI. INVESTMENTS

1. Portfolio Performance Review

- a. Cary Allison of Morgan Stanley (MS) reviewed the performance of the accounts as of **March 31, 2021**.
- b. The Portfolio Value as of March 31, 2019 was **\$47,802,270.79**

Time weighted return net of fees

Month to Date	Quarter to Date	Year to Date	Latest 1 Year	Annualized latest 3 Year	Annualized latest 5 Year	Annualized latest 10 year	Annualized Inception to Date
0.59	0.00	0.00	28.18	8.34	9.15	6.89	9.00

- c. The portfolio Value **as of April 21, 2021 is \$49,087,996**
- d. Jorge Escobar Moved to approve the Portfolio Performance Review as presented; Motion was seconded by Joe Lugo and was unanimously approved by all of the Retirement Board of Authority members present.

2. Market Overview

- a. Cary Allison of Morgan Stanley (MS) discussed the current market conditions.
- b. Morgan Stanley and economist expect U.S GDP will be 12.4% in Q2 2021, and forecast positive GDP growth for 2021 as economic recovery continues, with an estimate of 8.1% GDP growth in Q4 2021.
- c. There is an historic amount of money being poured into the market now.
- d. When we met last year, the pandemic had actually accelerated growth of certain industries.
- e. Anything technical, home improvement, or online retail sales related spiked is sales. Whereas, other industries like travel took a huge decline in growth and earnings.
- f. Shopify, an online retailer reported about 10yrs worth of growth in a 3month time span.
- g. Morgan Stanley has been quite “Bullish” in the past 9 months.
- h. The Fed Fund short term interest rate is currently at zero, and will remain there until approximately 2023.
- i. MS feels inflation will remain low, but may peak at 2% and slowly go back down.
- j. This is an information item only.

VII. ADMINISTRATION

1. Designation of a New Members to the Retirement Board of Authority

- a. The Retirement Board of Authority acknowledged and welcomed new members Joseph Chesmore, Executive Director, Fiscal Services; Pat Butler, Retired Faculty AFT 6157; David Yancey, Retired Faculty AFT 6157 and Linda Ferrell, Faculty Member AFT 6157 (Alternate RBOA Member).

2. Disbursement Report

- a. The RBOA was presented with disbursement report showing fees paid from the trust to Morgan, BTC, & Keenan from Sept 2020 – March 2021
- b. Joe Lugo moved to ratify the fees; Motion was seconded by Arlene Amalia and unanimously approved by all RBOA members present.

3. The District's OPEB Plan Independent Auditor's Report

- a. RBOA discussed the most recent independent auditor's report.
- b. No inconsistencies were found.
- c. This is an information item only.

4. Retiree Health Benefits Reimbursement Expenses

- a. the RBOA reviews a list of itemized expenditures associated with retiree health benefits.
- b. This is an information item only.

5. Annual Report to the Governing Board of Trustees

- a. Dan Hawkins, advised the RBOA that he and Roslyn Washington of Keenan presented the Board of Trustees with a report on the status of the Trust and the Board acknowledged.

VIII. INFORMATION REPORTS

Retirement Board of Authority Comments

- a. No comments.
- b. This is an information item only.

Program Coordinator/Consultant Comments

- a. No comments.

IX. DATE, TIME AND AGENDA ITEMS FOR NEXT MEETING

- a. **October 21, 2021 11:00pm – 12:30pm via Zoom**

X. ADJOURNMENT

- a. Meeting was adjourned at 12:33 pm by Danny Hawkins, Chair.