

CSU East Bay Foundation, Inc.

Board Meeting Minutes

May 10, 2019

1-2:30 pm, SA4350

Members Present

Myles ~~W~~ns

Staff

Carmen Rusca

one Consulting

Follett Higher Education Group:

*The Foundation Board of Directors is a public body, and members of the public have a right to attend and participate in its meetings.

Follett representatives presented a video and information about All Access, formerly called Inclusive Access, a program designed to deliver all required course materials at one price and available to students the first day of classes. It is believed it will increase retention and graduation rates. Discussion with faculty, students and presenters followed. Topics included how costs would be structured and academic freedom.

VI. Operating Budget FY18/19

Debbie Chaw reviewed budget actuals. No notable items, there was a decrease in income, affected by quarter to semester conversion. Trust revenue was lower due to decreases in ALP funds. However, there is \$2.5 million in reserves.

Minute Action: That the board approval the FY 19/20 Budget and Reserves as presented.

Motion: Watkins Seconded: Maxion Motion Approved.

VII. Conflict of Interest/Related Parties Questionnaire

Debbie Chaw reviewed the COI and explained questionnaire. Board members completed questionnaires.

VIII. Investment Summary YTD 3/31/2019

Brian Sharpes reviewed the portfolio and noted we had a strong start to the year but sees a big issue will be the coming trade war with China. He expects lower return than we have had in the last few years.

- **Asset Allocation Target Changes**
Update target allocation to 27.5% US Equity, 27.5 International, 30% Fixed Income, 15%.
- **Alternatives**
Terminate S&P 600 small cap ETF and trim SPDR Total Stock Market ETF by \$195 k to achieve target to US Equity exposure and reduce overweight to small cap stocks.
Terminate Alliance Bernstein international.
Establish 10% allocation \$270L to iShares
- **Adjustments**
Reduce PIMCO total return by 500K and Breckinridge Int Gov/Credit to manage \$525K; reduces fees by almost 70%.

Minute action: That the board approve changes in target allocations and accept recommendations

Motion: Chaw Seconded: Watkins Motion Approved.

IX. Other Business

Vice Chair Inch thanked board student board members for their service to the board and congratulated ASI President Myles Watkins on his upcoming graduation.

X. Vice Chair Inch adjourned meeting at 2:31 pm.

Dated: May 5, 2019

Debbie Chaw, Secretary Treasurer

Recorded by Carmen Rusca

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