

LOCATION: CONFERENCE CALL
1 669 900 6833 (US Toll) or
<https://laccd.zoom.us/j/97981922806>
Meeting ID: 979 8192 2806

TIME: 11:00 A.M.

MINUTES

Attendance:

Members Present: Bob Winters (Chair); Edward Dilkes; Danny Chan; Robert Reeves, Marvin Hoffman, Rick Landis, Gerard Tamparong and Robert Schwartz (Executive Director)

Members Absent: Jerrod McClung

Guests Present: Donald Bessler and Joseph Robillard (Windward Capital), Helen Khachatryan and Silvia Martinez

I. CALL TO ORDER

B. WINTERS

a. The meeting was called to order at 11:00 A.M.

II. APPROVAL OF MINUTES

B. WINTERS

- a. Minutes of January 19, 2021
 - i. Robert Reeves moved to accept the minutes as presented.
 - ii. Ed Dilkes seconded
 - iii. **Motion Passed MSP**

III. REVIEW OF WINDWARD CAPITAL SUMMARY

J. ROBILLARD/D. BESSLER

a. Donald Bessler and Joseph Robillard from Windward Capital reviewed the Foundation portfolio. The report covered the performance for the 1st quarter as of March 31, 2021.

- i. LACCF Portfolio #1 Growth
 - 1. **Total Cost:** \$8,259,536.82 **Market Value:** \$15,296,057.05
 - a) **Yield:** 0.9 **Estimated Annual Income:** \$138,904.68
- ii. LACCF Portfolio #2 Equity Income
 - 1. **Total Cost:** \$3,546,969.01 **Market Value:** \$5,210,513.85
 - a) **Yield:** 2.4 **Estimated Annual Income:** \$127,026.45
- iii. Herb Alpert Portfolio #1
 - 1. **Total Cost:** \$5,013,553.41 **Market Value:** \$9,386,214.33
 - a) **Yield:** 0.9 **Estimated Annual Income:** \$85,092.13
- iv. Herb Alpert Portfolio #2
 - 1. **Total Cost:** \$4,007,752.20 **Market Value:** \$5,823,777.97
 - a) **Yield:** 2.4 **Estimated Annual Income:** \$142,160.48
- v. Nick Beck Journalism Lecture
 - 1. **Total Cost:** \$404,479.43 **Market Value:** \$526,486.63
 - a) **Yield:** 2.4 **Estimated Annual Income:** \$12,838.29
- vi. LACCF Operating Endowment
 - 1. **Total Cost:** \$509,948.62 **Market Value:** \$807,841.80
 - a) **Yield:** 0.9 **Estimated Annual Income:** \$7,365.11

vii. LACCF STEM

1. **Total Cost:** \$1,180,608.58 **Market Value:** \$1,927,883.64
a) **Yield:** 0.9 **Estimated Annual Income:** \$17,489.95

viii. Joseph asked Donald Bessler to give the Committee some financial updates.

1. Donald gave them some perspective and reminder things that they've talked about over the course of the last year, which you know, has been very difficult globally, due to the pandemic when we enter that situation from an investment perspective, their view was that the effect of the pandemic would be different from previous crises, He said they talked about that several times and gave further detail on that in the quarterly reviews last year. Different other crises in terms of being more like a disaster like a hurricane and as a result, the response to that kind of crisis is different from previous crises like financial crises or asset bubble burst and things like that. So, because of the response to that crisis there has been mitigation first and foremost on the health side that is developed into vaccines, obviously and fiscal and monetary stimulus to bridge the gap between there and here. As a result, what you are seeing is an economic recovery.
2. Don also said that they anticipate the US economy to provide the best Growth outlook of the global macro economy and from an investment perspective and remember when we entered this crisis and the market went down significantly in March of last year, what they told the Committee then was that they would not be making any changes to the portfolio during that, and the reason that they took that approach is that the Committee know they're investors, long term investors, their goal is, in a nutshell, to find the best companies to invest in and hold them for as long as they remained those best in class companies and that's something that they've done for many decades and their feeling was that because the bulk of the companies that they have in their portfolio represent those best in class businesses that they would survive to the other side of the hurricane, and in many cases prosper at the expense of others that are not as high quality. As a result, in terms of the most recent performance in the two strategies in which LACCF is invested Ram and Equity Income outperform their respective benchmarks by 1000 basis points roughly.
3. Don continued to talk about the financial performance and how they will continue to stick with the high-quality businesses that they are working so that they can continue to monitor the economic situation, it is positive for the United States and it's positive for the companies that they own their portfolio.

IV. REVIEW OF FINANCIALS

B. WINTERS

- a. The review and approval of March 2021 financials (including bank & credit card statements) was discussed by the Executive Committee in their meeting before the Finance and Investment Committee meeting.
 - i. Bob Winters moved to accept the March 2021 financials and credit card expenses as presented.
 - ii. Ed Dilkes seconded
 - iii. **Motion Passed MSP**

V. ADJOURNMENT AND NEXT MEETING

- a. Meeting adjourned at 11:27 AM
- b. Next meeting July 20, 2021 at 11:00 AM.