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LOS RIOS COMMUNITY COLLEGE DISTRICT  
**RETIREE HEALTH BENEFITS OVERSIGHT COMMITTEE**

August 8, 2016

Business Services Conference Room or Teleconference

3:00-4:00 p.m.

*(Approved 11/14/16)*

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Present: LRCCD: Kathleen Kirklin, Theresa Matista, Rose Ramos, Katie DeLeon  
WFB: Eric Lee, Todd Noetzelman

Absent: Tracy Clark

### **Welcome**

Theresa called the meeting to order at 3:00pm.

### **May 9, 2016 Minutes**

The May 9, 2016 minutes were deferred to the November meeting.

### **Review of 2<sup>nd</sup> Quarter 2016 (calendar year) Results**

Eric went over the 2<sup>nd</sup> Quarter report, noting that long-term bonds led the way this quarter due to the continued decline in interest rates. This portion of the portfolio has done very well. While the stock market had a lot of volatility, it rebounded nicely at the end of the quarter, with value equities performing better than growth equities during this quarter.

Eric turned to page eight and went over the District's investment policy summary showing our target allocations of 30% for equity assets and 70% for fixed income assets compared to the actual allocation of 34.68% for equity, 64.47% for fixed income, and .85% in cash. The current cash position is primarily due to the uncertainty in stocks/bonds.

Eric went over a breakdown of equity positions held in the portfolio. He stated that it was a challenging year for active managers, and also noted the benefit of using passive (index) managers in the portfolio. Value is up almost 5%, while growth was up just over .5% for the second quarter.

There were \$630,279 in net contributions this quarter. Theresa said the next actuarial report will be June 2017. Theresa believes the report will show the post retirement obligations as fully funded next year. Theresa noted that the District appreciated the more conservative approach being taken.

### **Future Meeting Dates/Agenda Items**

Our next meeting is November 14 at the District Office at 10:30 a.m. We will provide the 2017 schedule at the next meeting for everyone to review.

The meeting ended at 3:45 p.m.