
LOS RIOS COMMUNITY COLLEGE DISTRICT
RETIREE HEALTH BENEFITS OVERSIGHT COMMITTEE

Minutes
May 11, 2022
Teleconference
11:00 am

(Approved 8/10/22)

Present: LRCCD: Tracy Clark, Jamie Ruggles, Katie DeLeon, Carrie Bray, Augustine Chavez
Principal: Eric Lee, Todd Noetzelmann

Absent: Mario Rodriguez

Guest: None

Welcome

Carrie called the meeting to order at 11:00 a.m. and welcomed everyone.

February 14, 2022, Minutes

The committee approved the February 14, 2022 minutes.

Principal Post-Migration Update

Eric reported the migration was completed in February and has gone well.

Collective Investment Trusts (CITs) post-transition to SEI Trust Company Update

Eric shared the SEI Trust Company Overview Capabilities report again. He reported this transition was also going well.

Review of 1st Quarter 2022 (calendar year) Results

Eric went over the Investment Report for the Portfolio for the period ending March 31, 2022. In the first quarter of 2022, the stock and bond markets experienced a steep decline, impacted by investor concerns with rising inflation that are compounded by Russia's late February invasion of Ukraine, with both continuing to reverberate globally. Equity values have cheapened, but without earnings growth, returns are likely to struggle. Fixed income investments are also becoming more challenging. Eric shared bonds recorded their worst quarter in 41 years and the S&P index returned a negative 4.6 percent for the first quarter. Value funds performed better than Growth funds in this quarter, but returns were still negative across the board. Eric reviewed the history of interest rate changes in the past 4 years. On the cash flow chart, the portfolio showed a significant loss of value in the first quarter. Looking at asset allocations, the fixed income investments were at 69.1% of the portfolio, slightly under the target of 70%, while equities were at 30.6%, slightly over the target. Eric also shared a more detailed asset allocation for the portfolio. Finally, Eric reviewed the performance of key assets in the portfolio as demonstrated

by the report. Eric noted navigating this market has been very challenging with all of the volatility we are facing.

Future Meeting Dates/Agenda Items

The next meeting is August 10, 2022, by teleconference.

The meeting ended at 12:00 pm.