

**SAN FRANCISCO STATE UNIVERSITY FOUNDATION
INVESTMENT COMMITTEE MEETING MINUTES
San Francisco State University
Thursday, September 7, 2017 at 1:00 PM**

Chair Kimberly Brandon called the meeting of the Investment Committee to order at 1:11 PM.

Committee Members Present

Kimberly Brandon, Committee Chair
Leona Bridges, Director
Phil King, Director (via phone)
Taylor Safford, Vice Chair
Brent Stranathan, Director (via phone)

Absent and Excused

Herb Myers, Director
Robert J. Nava, President
Neda Nobari, Director
Ann Sherman, Director

Others Present

Venesia Thompson-Ramsay, Secretary and Treasurer
Ravi Karra, Cambridge Associates
Jessica Mathews, Cambridge Associates (via phone)
Lauran Buchanan, Cambridge Associates
Ashley Cohen, Cambridge Associates

- I. **Review of Agenda:** The Committee reviewed the agenda.
- II. **Approval of Meeting Minutes:** The Committee reviewed the minutes from the meetings of October 3, 2016, April 19, 2017 and May 11, 2017. On motion duly made, seconded and unanimously carried, the following Minute Action was taken:

MINUTE ACTION: that the Committee approves the minutes for the meetings of October 3, 2016, April 19, 2017 and May 11, 2017, as prepared.

Motion by: Taylor Safford Seconded by: Leona Bridges Motion: Passed

- III. **Investment Policy Statement:** The committee reviewed the revised Investment Policy Statement (IPS) that Cambridge Associates (CA) drafted for the Foundation. The IPS also included the revised socially responsible investing policy that the committee had reviewed and approved over the summer. In order to move forward with implementing the investment recommendations from CA, the Investment Committee decided to approve the revised IPS and have the full board ratify the action at its December 14th meeting. The revised IPS will be housed on the Foundation website once ratified.

IV. **Asset Allocation Policy Implementation:** The Investment Committee also reviewed the first set of investment recommendations from CA to implement the newly-adopted asset allocation policy targets. CA recommended a total of 15 new investments within the equity class (global, international and emerging market) and fixed income/cash class. The investments included the following:

*Global Equity – Ownership, Wellington Global Select Capital, and Artisan Global Value.
International Equity – City of London, Harris, IVA International Value, and Acadian Micro-Cap.*

Emerging Markets Equity – Acadian EM Sustainable, Stewart Global EM Leaders, and RWC EM.

Fixed Income – Breckinridge Int. Government Credit Sustainable, Brandywine International, Lazard Emerging Income Fund, Loomis Sayles High Yield Full Discretion, and PIMCO Income Fund.

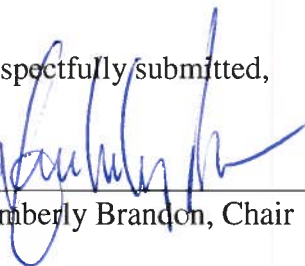
All investments had little to no fossil fuel exposure and the Investment Committee approved the recommendations. Finally, CA mentioned that at the next meeting, they would provide recommendations for other asset classes (i.e. US equity, hedge funds and inflation protection assets) as well as asset allocation for the Foundation’s Green Fund.

V. **Performance Report:** CA reviewed the June 30, 2017 investment performance report. He mentioned that the one-year cumulative trailing return on the main/traditional portfolio (endowed funds) was 10.5% and 13.6% on our Green Fund. He said the Foundation investments (main and Green Fund) outperformed their benchmarks with a 2.4% and 3.2% difference, respectively. As of June 30, 2017, the Foundation’s main portfolio included 18.7% US Equity, 28.8% International Equity, 20.3% Fixed Income, 12.6% Alternative Investments and 19.6% cash. For the same period, the Green Fund included 31.4% US Equity, 31.7% International Equity, 26.8% Fixed Income and 10.1% Alternative Investments.

VI. **Other Business:** The Investment Committee discussed getting back on a regular meeting schedule now that the OCIO was onboard. They asked Venesia to send out a doodle to schedule the next meetings for the remainder of the fiscal year.

VII. **Adjournment:** There being no further business to discuss, and with Safford making the motion and Stranathan seconding the motion, the Investment Committee meeting was adjourned at 2:12 pm.

Respectfully submitted,



Kimberly Brandon, Chair

3/29/15

Date