



UCF Foundation Board

Investment Committee Meeting

December 8, 2022 | 1:30 p.m. – 3:00 p.m.

Virtual Meeting

Members Present:

Carrie Daanen, *Chair*, John Euliano, *Vice Chair*, Rick Cardenas, Debbie Claydon, Jimmy Ferrell, Barry Forbes, Paul Gregg, Steve Hanson, Stuart Heaton, Tom McNamara, Kevin Miller, Roger Zlotoff

Members Absent:

Jason Reilly

I. Welcome and Call to Order

Director Daanen, Chair of the Investment Committee, called the meeting to order at 1:32 p.m., stating that the meeting was covered under the Florida Sunshine Law and the public and press were invited to attend. Roll call was performed and a quorum of the Committees was confirmed.

II. Conflict of Interest Disclosure

No conflicts of interest were declared by committee members.

III. Minutes from the September 23, 2022 Investment Committee

Minutes from the September 23, 2022 meeting of the Investment Committee were unanimously approved as written.

IV. Reports

A. DISC-1 Investment Performance for Period ended 9/30/2022

The investment management team from Callan presented economic outlook and investment performance for the period ended September 30, 2022. It was noted that the Endowed Funds Investment Pool market value was \$200,355,517 having returned -4.03% in the quarter. Callan responded to questions regarding key portfolio changes and market environment during the period.

The Callan team presented final recommendations for changes to the non-endowed funds in the Foundation's investment portfolio, which seeks to maintain sufficient liquidity and downside protection as well as higher long-term growth. Following discussions with staff to determine the appropriate level of liquidity needed in the pool, Callan proposed a two-tiered structure of non-endowed funds with varying target allocations.

V. New Business

A. (IC-1) Statement of Investment Strategy

The Committee was asked to consider an amended Statement of Investment Strategy which incorporated recommended changes to the non-endowed investment pool. The proposed two-tiered structure allocated 80% of the pool to Tier 1 assets which included investments in broad asset classes. The remaining 20% of the pool would represent a unitized investment in the endowment pool.

Motion:

A motion was made by Stuart Heaton and seconded by Steve Hanson to accept and recommend the amended Statement of Investment Strategy for approval by the UCF Foundation Executive Committee, as presented. The motion passed unanimously.

B. (IC-2) FY2024 Spending Distribution

Joseph Mera presented the spending rate and calculation for the endowment spending distribution. Based on June 30, 2022 figures and spending rate of 4%, the endowment generated \$8.7 million in spending for fiscal year 2023-2024. It was noted that the full value of funds will become available on July 1, 2023 for utilization by colleges and units.

Motion:

A motion was made by Paul Gregg and seconded by Jimmy Ferrell to accept and recommend to the UCF Foundation Executive Committee the endowment spending rate of 4% for fiscal year 2024 with distribution of funds totaling \$8.7 million. The motion passed unanimously.

VI. Public Comment

There were no public comments.

VIII. Closing Remarks and Announcements

No remarks or announcements were made by members of the Investment Committee.

VII. Adjournment

Director Daanen adjourned the meeting at 2:51 p.m.

Respectfully Submitted by:

Carrie Daanen, *Chair, Investment Committee*

Approved by Investment Committee on March 24, 2023.

Minutes prepared by: Ashley McConnell, *Executive Assistant*