

North Los Angeles County Regional Center
Post-Retirement Medical Trust Committee Meeting Minutes

January 25, 2023

Present: Ana Quiles, Ruth Janka, Vini Montague, David Coe -Committee Members
Liliana Windover, Lizeth Chavez, Malorie Lanthier, Clarence Foster, – Staff Members
Anne Wimmer – HighMark Capital, Tim Banach – U.S. Bank, Jasmine Barrios-
Minutes Services - Guests

Absent: Alma Rodriguez

I. Call to Order & Introductions

Ana Quiles called the meeting to order at 5:33 pm.

II. Public Input

No public input

III. Consent Items

A. Approval of Revised Agenda

Ruth would like to defer items B and C under Committee Business: Review on Recommendations for contributions to PRMT Trust and CalPERS UAL Trust

M/S/C (R. Janka/V. Montague) To approve the Agenda as revised

B. Approval of Minutes of October 26th Meeting

M/S/C (R. Janka/V. Montague) To approve the October 26th Meeting Minutes as presented.

IV. Committee Business

A. HighMark Capital Report – Anne Wimmer

Anne reviewed the report as presented in the packet.

Economic Conditions: Bear markets in both stocks and bonds. GDP grew 1.9% in Q3 2022, after 2 negative quarters for Q2 and Q1. Also, 223k new jobs were added in December with unemployment at 3.5%.

Interest and Inflation: There are signs of stabilizing inflation. CPI rose 0.3% in October. Short-term interest rates rose 7 times in 2022, to 4.25%, with more rate hikes expected to follow. There was a 3.49% inverted yield curve for the 10-year treasury.

Outlook: Concerns for the future outlook include rising interest rates, geopolitical events and a possible recession.

1. Statement of Current PRMT Trust Value

- This statement is for post-retirees and future retiree healthcare benefits, it

is a longtime horizon account that can be volatile.

- This account has an investment objective that is identified as Balanced
- As of January 18, the portfolio is at \$29.8 million dollars. This is comprised of multiple asset classes.
 - Total equities are at 56.8 %
 - Fixed income - 30.9%,
 - Alternatives - 8.0%.
 - Cash and equivalents – 4.4%

2. Statement of Current UAL Trust Value

- This statement has a shorter time horizon than the PRMT account. This account carries less in equities, but more in bonds. This account also makes periodic payments to CalPERS in regards to pension obligations. This account has an investment objective that is identified as Income and Growth
- As of January 18, the portfolio is at \$9.3 million dollars. This is comprised of multiple asset classes.
 - Fixed income – 53.9%
 - Total Equities – 35.4%
 - Alternatives – 7.8%.
 - Cash and equivalents – 2.9%

C. Review on Recommendation for Contribution to PMRT Trust – *defer*

D. Review on Recommendation for Contribution to CalPERS UAL Trust – *defer*

V. Board Meeting Agenda Items

The following items were identified for the committee’s section of the next Board Meeting agenda:

- A. Minutes of the January 25th Meeting
- B. Statement of Current PRMT Trust Value
- C. Statement of Current UAL Trust Value

VIII. Announcements / Information Items / Public Input

- A. Next Meeting: April 26, 2023 at 5:30 p.m.
- B. Committee Attendance

IX. Adjournment

Ana Quiles adjourned the meeting at 6:00 p.m.

Submitted by:

(*) *Lizeth Chavez*

Executive Administrative Assistant

() The majority of these minutes are taken from the Minutes Service submission and reviewed/edited as presented herein by NLACRC staff.*