

Boys & Girls Club of Chaffee County (BGCCC)
Minutes of the Investment Committee
August 7, 2024

| Attendance: | Present | Regrets |
|-----------------------|----------------|----------------|
| Jared Buchan | | X |
| Kristen Hussey | | X |
| Tom "Jake" Jacobson | X | |
| John McGowan | X | |
| Dan Shore | X | |
| Jan Schmidt | X | |
| Staff: Brian Beaulieu | | X |

Meeting Agenda:

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1. Determine specific amounts and maturities to invest the ~ \$550k operating reserve

Jan had provided the following information to the committee in advance of the meeting for discussion:

Interest rates on CDs have come down somewhat over the past few weeks:

3-month CD - 5.00%

6-month CD - 4.70%

9-month CD - 4.50%

1-year CD - 4.60%

2-year CD - 4.50%

Core MM position is earning 4.97%

Updated operating reserve based on the FY 24-25 budget is roughly \$550k
\$125k CD earning 5.25% matures 11/4/24 set to continue auto rolling (23%)
\$55k CD earning 5.15% matures 1/30/25 (10%)
Remainder in MM earning 4.97% (7 day yield)

Committee members discussed the recent financial results of the organization including the amount of the prior year operating surplus and current year budget. To date, the operating reserve has never been touched and the board is not considering using the funds for any other purposes, such as the BV capital campaign. John said there is a lot of pressure on the Fed's to drop rates. Locking in interest rates without risk through CDs for more than a year is recommended. Jake verified with Jan that the CDs being purchased are non-callable.

ACTION ITEM: The committee unanimously agreed to have Jan invest half the operating reserve in a 2-year CD and the remainder of available funds in the account a 1-year CD.

2. Determine timeframe for investing the FY 23-24 operating surplus of \$50,410 (approx 9% of the current endowment balance).

ACTION ITEM: The committee unanimously agreed to have Jan invest new funds designated by the board in the quasi-endowment per the approved cost allocation plan in two sets of trades (dollar cost averaging the money over two months) and to re-balance the account in the process.

3. Prepare for the August 27 board meeting presentation

ACTION ITEM: John will again prepare the report for the Board using data that Jan provided as of June 30, 2024. It was agreed to use the fiscal year end date for the presentation along with a notation of changes in the account up to the most practical date in advance of the meeting.

Minutes submitted by Jan Schmidt