



### ***Final Minutes***

Endowment Fund Investment Board  
Regular Board Meeting  
May 17, 2022

A regular meeting of the Endowment Fund Investment Board ("Board") was held in the conference room at 816 W. Bannock Street, Suite 301, Boise, Idaho and via Zoom teleconference starting at 9:00 am MST. The Chairman recognized that a quorum was present.

#### **Member's Present:**

Tom Wilford  
Jerry Aldape  
Bob Donaldson (via Zoom) (left 11:00 a.m.)  
Joe Forney (joined 9:45 a.m.)  
Representative Steven Harris (via Zoom)  
Irv Littman  
Richelle Sugiyama (joined 10:50 a.m. via Zoom)  
Brian Yeargain (via zoom)

#### **Staff Present:**

Chris Anton  
Chris Halvorson  
Kathy Van Vactor  
Liz Wieneke

#### **Legal Counsel:**

Julie Weaver, Deputy Attorney General

#### **Absent:**

Senator Charles Winder

#### **Guests:**

Bill Haagenon, IDL  
Janet Becker-Wold, Callan  
Jim Van Heuit, Callan  
Perry Hopper, Callan  
Jeff Mayberry, DoubleLine  
Barbara Ziegler, DoubleLine  
Dan Bates, Clearwater Advisors  
Rhet Hulbert, Clearwater Advisors  
Kevin Balaod, with.Intelligence  
Harry Walker, with.Intelligence

Board materials were distributed and posted on the EFIB and Townhall Idaho websites on May 11, 2022.

#### **Board Meeting Minutes:**

Mr. Aldape moved to approve the minutes for the regular meeting held on February 17, 2022, as amended. The motion was seconded by Mr. Littman and approved unanimously.

#### **Presentation by DoubleLine (Jeff Mayberry, Barbara Ziegler)**

Ms. Ziegler and Mr. Mayberry provided an overview of the DoubleLine organization and an update on the core plus strategy. They outlined the process used to review the market outlook and position the portfolio. DoubleLine has maintained a shorter duration than the benchmark, which has enhanced relative performance in the current environment of escalating interest rates.

**Draft Land Board Asset Allocation Study (Jim Van Heuit and Janet Beck-Wold, Callan)**

Ms. Becker-Wold and Mr. Van Heuit provided an overview of the 2014 Asset Allocation Study conducted for the Land Board and explained the methodology used for the recent update. The 2022 Asset Allocation Study concluded that the combination of the financial assets and timberland resulted in modestly better expected returns and lower risk because the returns from timberland are uncorrelated with returns from financial assets. Returns from rangeland are extremely low and it was suggested that IDL could pursue leasing land to cell tower and wind turbine operators to enhance returns. The study also suggested that EFIB could add real assets (real estate, infrastructure, Agriculture or MLP's) to its portfolio to provide similar diversification benefits and potentially take on greater risk given the diversification benefit timberland provides to the combined portfolio.

**Endowment Fund Performance (Janet Becker-Wold, Callan)**

The Endowment Fund has investment returns of -5.7% and 4.5% for the quarter and twelve months ended March 31, 2022. The fund's performance ranked in the top 90<sup>th</sup> and 66<sup>th</sup> percentiles in the Callan Public Fund Sponsor Database during these periods and performance was 1.2% and 1.0% below the benchmark.

**Idaho State Insurance Fund ("SIF") Performance (Janet Becker-Wold, Callan)**

SIF has investment returns of -4.7% and -1.4% during the quarter and twelve months ended March 31, 2022 and performance was 0.3% and 0.2% below the benchmark.

**Capitol Permanent Fund FY2023 Distribution \* (Kathy Van Vactor)**

Ms. Van Vactor presented the FY2023 Capitol Permanent Fund distribution analysis and recommendation.

Mr. Aldape moved to authorize staff to transfer \$1,826,300 from the Capitol Permanent Fund to the Capitol Maintenance Fund at the beginning of FY2023 as recommended. The motion was seconded by Mr. Forney and approved unanimously.

**Compensation Committee Update (Chris Anton)**

Mr. Anton presented the Compensation Committee Update.

**Audit Committee Update (Jerry Aldape)**

Mr. Aldape presented the Audit Committee update.

**EFIB Staff Reports**

Mr. Anton present the Gift Log.

Ms. Van Vactor presented the financial performance.

Mr. Anton presented upcoming meetings.

**Adjournment**

Mr. Aldape moved to adjourn the meeting at 12:30 p.m. The motion was seconded by Mr. Yeargain and approved unanimously.