Meeting of
INVESTMENT BOARD
DIOCESE of the RIO GRANDE
Bosque Center
July 24, 2019 9:30 a.m.

Members Present:
Chair: Ms. Thérèse Saint-André, MBA, Church of the Holy Faith, Santa Fe
Mr. John Perner, Diocesan Treasurer (via Zoom)
Mr. Paul Apodaca, St. Chad’s Episcopal Church, Albuquerque (via Zoom)
Mr. Michael Erwin, St. Mary’s Episcopal Church, Albuquerque
The Rev. J.P. Arrossa, Treasury Committee liaison
Mr. Robert Barton, MBA, St. James Episcopal Church, Taos
Ms. Elizabeth Blohm, St. Andrew’s Episcopal Church, Las Cruces.
Mr. Casper Brown, Grace Episcopal Church, Carlsbad.
The Rev. Canon Raymond Raney, CATO & Recording Secretary
Ms. Lisa Katz-Ricker, Diocesan Business Manager, Ex-Officio

Members Absent:
Mr. Jack Sloane, Hope in the Desert Episcopal Church, Albuquerque
The Rt. Rev. Michael Hunn, Bishop Diocesan

Persons present during presentations:
Mr. James Murphy, Episcopal Church Foundation, Asset Management Services
Mr. Dennis Dwyer, State Street Global Advisors (via telephone)

Review and Discussion of Portfolio Performance for 2nd quarter, 2019
Ms. Saint-André and Rev. Arrossa reviewed the Morgan Stanley materials in advance of
the meeting. She characterized the portfolio performance for the first two quarters of the
year as "good", and noted that the performance exceeded benchmarks for each of the
portfolios. She expressed a need to increase the cash holdings, which are now at about
two percent, to avoid liquidating assets at an inopportune time and to be prepared for
future cash needs.

The Board approved directing Morgan Stanley to increase cash holdings in
each of the funds to the lesser of four percent or the equivalent of one year’s
cash withdrawal.

Consideration of a change in Asset Management Services
Episcopal Church Foundation: Mr. James Murphy and Mr. Dwyer provided copies of the
Endowment Management Solutions dated July 2019 and recapped the variety of services
offered by the Episcopal Church Foundation from policy development, organization and
financial resources. Investment advice is given by State Street through Charitable Asset
Management. Currently ECF manages the funds for eleven dioceses and the congregations
of the Diocese of California. The Fees for Custom Accounts estimates the fee for the DRG
at 59.3 bps.
Ms. Saint-André and the Rev. Arrossa reviewed the proposal from the Asset Management
Services, The Episcopal Church, (DFMS), which was presented via Zoom earlier with Mr.

* Documents filed with minutes.
Kurt Barnes. The board discussed the variety of offerings and the differences between the ECF and DFMS proposals. It was suggested requesting a live presentation by Mr. Barnes at the next Investment Board meeting or another time if possible.

Next Meeting
October 24, 2019
Bosque Center, 10:00 a.m.

* Documents filed with minutes.