

Notice of Public Meeting

Draft Rose Kennedy Greenway Conservancy
Investment Committee Meeting
Tuesday, July 22, 2025 – 4:30 PM to 6:00 PM

This meeting was held via video call. There was no in-person attendance.

Staff present via Zoom: Chris Cook, Caleb Friday, Bwiza Kironyo

Board members present via Zoom: Hilina Ajakaiye, Matt Conti, Conor Finley, Susanne Lavoie

Advisory Members present via Zoom: Daniel Fink, Stephen Hugel, and Tony Pell

Non-advisory Members present via Zoom: Randy Kinard, Richard Tyson, James Galvin, and Casey Skoglund with Fiduciary Trust Company.

The Investment Committee meeting began at 4:34 pm. Upon a motion made by Conor Finley and seconded by Susanne, the minutes from the 4/14/25 meeting were approved.

Caleb Friday reported March 2025 investment balances. The Education account rose 10%, the General account 9.6%, the Lynch accounts 9.9%, the Reserve account 8%, and Board-designated funds 7.1%, supporting total reserves of over \$22 million. The endowment exceeded \$20 million, surpassing the 4.5% annual draw baseline. Randy Kinard noted that equity exposure remains high at approximately 78% in the endowment, while the reserves maintain a more conservative allocation of 45% equities and 55% fixed income and cash. Portfolio performance for the past three months was up 8.9%, and one-year performance was 15.1% ahead of a 75/25 benchmark.

Randy Kinard presented the Fiduciary Trust market review and Q1 2025 results, including the Green Portfolio update. International equities outperformed U.S. equities, with notable gains in Mexico (30%), China (18%), and Canada (10%). Inflation pressures moderated, with shelter costs stabilizing, and the labor market is slightly cooling, potentially allowing for Fed rate cuts later in the year. Tactical adjustments include adding a regional bank index to complement the existing bank SMA, reflecting trends in the yield curve. Portfolio rebalancing will target 75% equities while maintaining the international overweight, with no immediate plans to increase fixed income. The Green Portfolio successfully transitioned to the Russell 1000 with environmental overlays, improving the environmental score from 6.2 to 7.0 and reducing tracking error. Committee members

agreed on the current strategy, emphasizing discretionary management by Fiduciary Trust and considering alternatives to hedge against market volatility.

The Committee agreed to update the Investment Policy Statement to allow reserve funds to be invested in liquid ETFs, funds, or SMAs, prioritizing liquidity while seeking better returns than cash. Current reserves total approximately \$1.9 million, allocated 45% to equities and 55% to fixed income and cash, generating year-to-date returns of roughly 7%. The committee emphasized that the reserves provide a critical financial buffer. The vote on the IPS update will occur at the next meeting in mid-October.

The Committee reaffirmed trust in Fiduciary Trust's discretion for tactical trades and rebalancing within agreed risk parameters, and consensus was reached to maintain the current equity target while allowing Fiduciary Trust to execute rebalancing as needed. Committee members expressed appreciation for the comprehensive reporting and collaboration between conservancy staff and Fiduciary Trust in managing investments effectively.

Upon a motion made by Matt Conti and seconded by Conor Finley, the Investment Committee meeting adjourned at 5:54pm.