



City of San Diego

City of San Diego Funds Commission

**Presentation to the Committee on
Rules, Open Government and
Intergovernmental Relations
Item #2**

March 23, 2011



Agenda

- **Council Policy 000-26**
- **Funds Commission Overview**
- **Funds Commissioners**
- **Funds**
- **Mt. Hope Cemetery Perpetuity**
- **Investment Performance**



Council Policy 000-26

- **Effective September 12, 1983**
- **Semi-annual Reports to the Rules Committee**



Funds Commission

- **City Charter §41(a)**
- **Supervision and control over all trust ,
perpetuity and investment funds**
- **Five (5) Commissioners: one bank
official, two citizens, City Attorney and
City Treasurer, ex officio**



Funds Commissioners

- **David Walters, Chair**
Bank of Southern California
- **Geri LaChance**
North Island Credit Union
- **David S. Tam**
Edward Jones



Funds

- **Mt. Hope Cemetery Perpetuity**
- **Edwin A. Benjamin Memorial (1964)**
- **Effie E. Sergeant Memorial (1994)**
- **Gladys Edna Peters Memorial (1997)**
- **Jane Cameron La Jolla Library (2009)**
- **Los Penasquitos Canyon Preserve (1996)**



Mt. Hope Cemetery Perpetuity

- **City Charter §55**
- **Preservation of all public burial grounds and cemeteries**
- **Twenty (20%) percent of net proceeds from grave sales deposited in fund**



Mt. Hope Cemetery Perpetuity (cont.)

- **Income to be used for maintenance and upkeep of the cemetery and perpetual care of graves and lots**
- **Corpus cannot be touched**



Asset Allocation

- **Cemetery Fund income requirement drives asset allocation toward emphasis on bonds and dividend-paying stocks**
- **Target allocation is 65% bonds/35% stocks**



Asset Allocation (cont.)

- **Each of the other Funds has a long-term strategy incorporating capital appreciation and income**
- **Target allocation is 65% stocks/35% bonds**



Performance – Net of Fees

As of February 28, 2011

	Allocation		Performance %					
	Market Values (\$)	1 Quarter	Year To Date	1 Year	3 Years	5 Years	7 Years	10 Years
Pensaquitos - Composite	2,805,153	9.0	4.1	19.6	5.4	5.5	6.2	6.1
Pensaquitos - Policy Index		8.3	3.9	16.2	3.0	4.3	5.3	4.5
Benjamin Composite	986,292	8.5	3.9	18.8	5.2	5.8	6.4	6.1
Benjamin - Policy Index		8.3	3.9	16.2	3.0	4.3	5.3	4.5
Sergeant - Composite	499,799	8.9	4.1	19.5	5.5	5.6	6.2	6.1
Sergeant - Policy Index		8.3	3.9	16.2	3.0	4.3	5.3	4.5
Peters - Composite	360,775	9.1	4.1	19.7	5.6	5.7	6.2	6.1
Peters - Policy Index		8.3	3.9	16.2	3.0	4.3	5.3	4.5
Cameron Composite	3,233,098	8.9	4.0	19.6	N/A	N/A	N/A	N/A
Cameron - Policy Index		8.3	3.9	16.2	3.0	4.3	5.3	4.5
Cemetery Fund Composite	9,885,804	3.6	2.6	9.4	1.6	3.0	3.3	4.1
Cemetery - Policy Index		4.1	2.3	11.1	4.4	5.2	5.2	5.2

*Policy Index consists of 45% S&P 500 / 20% MSCI EAFE / 35% Barclays Capital Aggregate with the exception of the Cemetery Fund which has a Policy Index consists of 25% S&P 500 / 10% MSCI EAFE / 65% Barclays Capital Aggregate



Questions?