



CITY OF SAN DIEGO



Economic Development and Intergovernmental
Relations Committee

City of San Diego
Funds Commission Update

September 22, 2014

David Walters, Funds Commission Chair
Michael Laven, Canterbury Consulting



Overview

- Funds Commission
- Individual Funds
 - Edwin A. Benjamin
 - Effie E. Sergeant
 - Los Penasquitos Canyon Preserve
 - Gladys Edna Peters
 - Jane Cameron
 - Mt. Hope Cemetery
- Investment Performance



Funds Commission

- City Charter §41(a)
- Supervision and control over all trust, perpetuity and investment funds
- Five Commissioners – one bank official, two citizens, City Attorney and City Treasurer, ex officio
- Six trust funds – each with individual investment policies



Edwin A. Benjamin Library Memorial Fund (1964)

- Established to improve library resources, services and construction or improvement of library buildings
- The **Benjamin Memorial Branch Library** is located in Allied Gardens
- Long term investment strategy incorporating capital appreciation and income
- Asset allocation target 65% stocks/35% bonds



Effie E. Sergeant Memorial Fund (1994)

- Established by Chloe B. Sergeant, in memory of her mother, to be used for enhancements to the **North Park Branch Library**
- Long term investment strategy incorporating capital appreciation and income
- Asset allocation target 65% stocks/35% bonds



Los Penasquitos Canyon Preserve Fund (1996)

- Result of land exchange in 1986
- Approximately \$1 million set aside for maintenance and enhancement of Preserve
- Long term investment strategy incorporating capital appreciation and income
- Asset allocation target 65% stocks/35% bonds



Gladys Edna Peters Memorial Fund (1997)

- To be used exclusively for procurement and maintenance of large print books and magazines, and related equipment and supplies, for the **Rancho Bernardo Branch Library**
- Long term investment strategy incorporating capital appreciation and income
- Asset allocation target 65% stocks/35% bonds



Jane Cameron Library Fund (2009)

- To be used exclusively for the expansion or improvement of the **La Jolla/Riford Branch Library**, or the improvement or maintenance of its collection
- Long term investment strategy incorporating capital appreciation and income
- Asset allocation target 65% stocks/35% bonds



Mt. Hope Cemetery Perpetuity Fund

- Charter §55 – Preservation of all public burial grounds and cemeteries
- 20% of sales deposited into fund
- Remaining 80%, plus investment earnings, support operating expenses of the cemetery
- Income requirement drives asset allocation toward emphasis on bonds and dividend-paying stocks
- Target allocation 65% bonds/35% stocks



Investment Performance

As of June 30, 2014

	Market Value	QTR	YTD	1 Year	3 Years	5 Years	7 Years	10 Years	Since Inception	Inception Date
Los Penasquitos Canyon Preserve Fund	\$3,166,902	3.0%	4.2%	15.8%	9.2%	12.7%	5.7%	7.3%	7.5%	8/1/1996
Policy Index		3.9%	5.6%	17.1%	10.5%	12.7%	5.3%	7.0%	7.3%	
Peer Group Ranking		69	73	35	34	18	9	6	28	
Edwin A. Benjamin Memorial Fund	\$1,291,131	3.0%	4.2%	15.7%	8.9%	12.1%	5.7%	7.3%	5.7%	10/1/1974
Policy Index		3.9%	5.6%	17.1%	10.5%	12.7%	5.3%	7.0%	N/A	
Peer Group Ranking		69	74	36	40	29	12	9	N/A	
Effie E. Sergeant Memorial Fund	\$564,464	3.1%	4.3%	15.7%	9.3%	12.7%	5.8%	7.3%	7.8%	4/1/1995
Policy Index		3.9%	5.6%	17.1%	10.5%	12.7%	5.3%	7.0%	N/A	
Peer Group Ranking		67	72	36	33	17	8	6	42	
Gladys Edna Peters Memorial Fund	\$407,254	3.0%	4.2%	16.0%	9.4%	12.8%	5.9%	7.3%	6.9%	3/1/1998
Policy Index		3.9%	5.6%	17.1%	10.5%	12.7%	5.3%	7.0%	5.8%	
Peer Group Ranking		72	75	34	31	16	7	5	3	
Jane Cameron Fund	\$4,234,426	3.0%	4.2%	15.7%	9.0%	N/A	N/A	N/A	N/A	8/1/2009
Policy Index		3.9%	5.6%	17.1%	10.5%	12.7%	5.3%	7.0%	11.2%	
Peer Group Ranking		68	73	36	39	N/A	N/A	N/A	27	
Cemetery Perpetuity Fund	\$11,121,137	2.3%	3.9%	10.7%	7.7%	8.6%	3.9%	4.9%	5.4%	6/1/1997
Policy Index		3.0%	4.9%	11.1%	7.5%	9.2%	5.5%	6.2%	6.3%	
Peer Group Ranking		88	85	85	69	85	60	86	84	

The 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 consisting of 25% S&P 500 / 10% MSCI EAFE / 65% Barclays Capital Aggregate.

Peer Group Ranking: InvestorForce Trust Funds \$50mm - \$250mm

Performance is net of Manager fees.



Investment Performance

Calendar Year Performance

	Market Value	2013	2012	2011	2010	2009	2008	2007	2006	2005	2004	2003
Los Penasquitos Canyon Preserve Fund	\$3,166,902	17.7%	13.8%	-1.8%	14.7%	22.8%	-23.4%	7.0%	12.7%	5.5%	11.9%	23.5%
Policy Index		17.6%	12.3%	1.4%	11.2%	20.5%	-25.5%	7.3%	13.7%	5.8%	10.4%	21.6%
Peer Group Ranking		22	7	79	6	22	45	27	30	54	16	24
Edwin A. Benjamin Memorial Fund	\$1,291,131	17.1%	13.5%	-2.0%	14.4%	20.0%	-21.5%	8.2%	12.8%	6.0%	10.7%	20.7%
Policy Index		17.6%	12.3%	1.4%	11.2%	20.5%	-25.5%	7.3%	13.7%	5.8%	10.4%	21.6%
Peer Group Ranking		26	10	84	8	43	32	29	29	50	33	41
Effie E. Sergeant Memorial Fund	\$564,464	17.8%	13.7%	-1.8%	14.7%	22.7%	-23.0%	7.0%	11.8%	5.6%	11.7%	23.1%
Policy Index		17.6%	12.3%	1.4%	11.2%	20.5%	-25.5%	7.3%	13.7%	5.8%	10.4%	21.6%
Peer Group Ranking		21	8	79	6	23	41	27	45	52	17	28
Gladys Edna Peters Memorial Fund	\$407,254	18.2%	13.7%	-1.8%	14.7%	23.0%	-23.2%	6.9%	12.2%	5.5%	11.8%	23.4%
Policy Index		17.6%	12.3%	1.4%	11.2%	20.5%	-25.5%	7.3%	13.7%	5.8%	10.4%	21.6%
Peer Group Ranking		19	8	79	6	21	42	29	40	54	17	27
Jane Cameron Fund	\$4,234,426	17.2%	13.6%	-2.0%	14.8%	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Policy Index		17.6%	12.3%	1.4%	11.2%	20.5%	-25.5%	7.3%	13.7%	5.8%	10.4%	21.6%
Peer Group Ranking		26	9	82	5	N/A	N/A	N/A	N/A	N/A	N/A	N/A
Cemetery Perpetuity Fund	\$11,121,137	10.2%	8.4%	3.8%	6.5%	10.5%	-14.7%	4.8%	9.6%	3.8%	5.4%	9.0%
Policy Index		8.2%	8.6%	4.6%	9.3%	13.8%	-12.3%	7.1%	9.2%	4.2%	7.5%	13.2%
Peer Group Ranking		74	87	15	93	78	17	89	82	87	90	90

The 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 consisting of 25% S&P 500 / 10% MSCI EAFE / 65% Barclays Capital Aggregate.

Peer Group Ranking: InvestorForce Trust Funds \$50mm - \$250mm

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Questions?